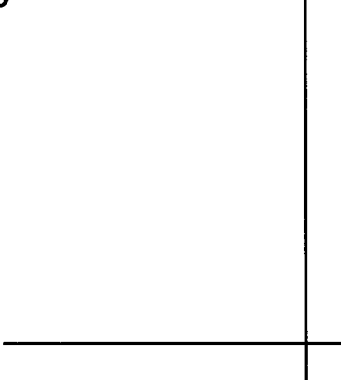




**ELBERT COUNTY, COLORADO**

**FINANCIAL STATEMENTS**

**December 31, 2005**



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**Dawn A. Schilling, LLC**

Certified Public Accountant

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**Independent Auditor's Report**

Board of County Commissioners  
Elbert County, Colorado

I have audited the accompanying financial statements of the governmental activities, aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Elbert County, Colorado, as of and for the year ended December 31, 2005, which collectively comprise Elbert County, Colorado's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Elbert County, Colorado's management. My responsibility is to express opinions on these financial statements based on my audit. I did not audit the financial statements of the Elbert County Emergency Telephone Service Authority, which represents 2%, 3.7%, and 1.2%, respectively, of the assets, net assets and revenues of the governmental activities. Those financial statements were audited by other auditors whose report thereon has been furnished to me, and my opinion, insofar as it relates to the amounts included for the Elbert County Emergency Telephone Service Authority, is based on the report of the other auditors.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit and the report of other auditors provide a reasonable basis for my opinions.

In my opinion, based on my audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Elbert County, Colorado, as of December 31, 2005, and the respective changes in financial position, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued my report dated July 15, 2006 on my consideration of Elbert County, Colorado's internal control over financial reporting and on tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of my audit.

The Management's Discussion and Analysis and the budgetary comparison information on pages III through VIII and 35 through 40 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, I did not audit the information and express no opinion on it.

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Elbert County, Colorado's basic financial statements. The combining and individual fund financial statements and schedules and the Local Highway Finance Report as listed in the table of contents are presented for purposes of additional analysis and legal compliance and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

DAWN A. SCHILLING, LLC

June 30, 2006

## **ELBERT COUNTY, COLORADO MANAGEMENT'S DISCUSSION AND ANALYSIS**

As management of Elbert County (the County), the Board of County Commissioners offers readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2005.

### **Financial Highlights**

- Assets exceeded liabilities by \$13,067,643 (net assets) at the close of the fiscal year. Of this amount, \$2,393,020 in unrestricted net assets is available to meet ongoing and future obligations of the County.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$9,505,913.
- Total net assets increased by \$2,664,500.
- Total cash and investments increased by \$5,414,980 as compared to the prior year.
- Property tax revenue increased by \$460,348 as compared to the prior year.
- General fund expenditures increased by \$1,347,278 as compared to the prior year.
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$874,804.
- Total debt increased by \$5,712,376 during the current fiscal year. The key factor for this increase was that the Elbert County Building Authority issued Certificates of Participation in order to finance specific capital improvements that are anticipated to be completed during 2006.

### **Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to financial statements. This report also contains other supplementary information and schedules in addition to the basic financial statements themselves.

**Government-wide financial statements.** The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both of the government-wide financial statements identify functions of the County that are principally to be supported by taxes and intergovernmental revenue (governmental activities). The governmental activities of the County include general government, public safety, public works, public health and welfare, culture and recreation, auxiliary services, and debt service.

**Fund financial statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The funds of the County include both governmental funds and fiduciary funds.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains 17 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenue, expenditures, and changes in fund balances for the General Fund, the Road and Bridge special revenue fund, Social Services special revenue fund, and the Building Authority capital projects fund, each of which are considered to be major funds. Data for the other thirteen governmental funds are combined into a single aggregated presentation. Individual fund data for these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for its major and nonmajor governmental funds. Budgetary comparison statements have been provided to demonstrate compliance with these budgets.

**Fiduciary funds.** Fiduciary funds are used to account for assets held for the benefit of parties outside the County. Fiduciary funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the County's own programs.

**Notes to financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents in the form of required supplementary information, budgetary comparison statements for the major governmental funds.

The combining statements referred to earlier in connection with nonmajor governmental funds and certain Social Services special revenue fund schedules are presented immediately following the required supplementary information.

This report also contains schedules of debt service requirements to maturity and a local highway finance report.

### **Government-wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The County's assets exceeded liabilities by \$13,067,643 at the close of the most recent fiscal year.

	<b>Net Assets</b>	
	<b>2005</b>	<b>2004</b>
		(Restated)
Current assets	\$ 17,133,476	\$ 10,639,798
Other assets	566,006	365,006
Capital assets	11,727,601	8,928,557
Total assets	<u>29,427,083</u>	<u>19,933,361</u>
Current liabilities	9,002,576	7,591,827
Long-term liabilities	7,356,864	1,938,397
Total liabilities	<u>16,359,440</u>	<u>9,530,224</u>
Net assets invested in capital assets, net of debt	9,631,147	6,314,115
Restricted net assets	1,043,476	1,562,410
Unrestricted net assets	2,393,020	2,526,612
Total net assets	<u>\$ 13,067,643</u>	<u>\$ 10,403,137</u>

The largest portion of the County's net assets (74%) reflects its investment in capital assets. The County uses these capital assets to provide services to citizens; consequently, the assets are not available for future spending. 2004 has been restated to reflect the recognition of assets that were fully depreciated at December 31, 2004.

An additional portion of the County's net assets (8%) represents resources that are subject to restrictions on how they can be used and/or are not currently available for the County's ongoing obligations. The remaining balance of unrestricted net assets \$2,393,020 may be used to meet the government's future expenditures.



At the end of the current fiscal year, the County was able to report positive balances in all three categories of net assets.

### Change in Net Assets

	<u>2005</u>	<u>2004</u> (Restated)
Revenue		
Program revenue		
Charges for services	\$ 3,221,300	\$ 2,001,107
Operating grants and contributions	574,740	536,057
Capital grants and contributions	2,367,191	3,784,243
General revenue		
Taxes	7,775,741	7,233,022
Intergovernmental	2,484,759	2,112,438
Investment and interest income	210,837	104,024
Transfer of capital assets	179,498	-
Other	979,655	1,090,741
Total revenue	<u>17,793,721</u>	<u>16,861,632</u>
Expenses		
General government	4,074,587	4,491,732
Public safety	3,179,881	1,989,365
Public works	6,006,322	5,327,556
Public health and welfare	1,173,324	1,098,138
Culture and recreation	178,177	173,312
Auxiliary services	95,813	95,560
Interest on long-term debt	421,111	57,711
Total expenses	<u>15,129,215</u>	<u>13,233,374</u>
Change in net assets	<u>2,664,506</u>	<u>3,628,258</u>
Net assets - Beginning (restated)	<u>10,403,137</u>	<u>6,774,879</u>
Net assets - Ending	<u><u>\$ 13,067,643</u></u>	<u><u>\$ 10,403,137</u></u>

The County's net assets increased by \$2,664,506 during the current fiscal year.

### Financial Analysis of the Government's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$9,505,913. \$2,958,679 constitutes unreserved fund balance, which is available for spending at the County's discretion.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, the General Fund had an unreserved fund balance of \$874,804.

The Road and Bridge special revenue fund had a total fund balance of \$287,181 as of December 31, 2004, of which \$267,390 is restricted for inventory. The Road and Bridge special revenue fund decreased by \$199,672, from the previous year.

The Social Services special revenue fund's fund balance was \$464,922 at the end of the current fiscal year. The Social Services special revenue fund decreased \$118,146, from the previous year.

The Building Authority capital projects fund had a fund balance of \$4,611,178 at the end of the current fiscal year, all of which is reserved for future capital projects.

### **General Fund Budgetary Highlights**

The County's total expenditures for 2005 exceeded the original budgeted appropriations in the General Fund by approximately \$273,588. The increase in expenditures was offset by actual revenue, which exceeded budgeted revenue by \$841,715. The budget was amended to increase total appropriations from \$7,334,872 to \$7,650,000.

### **Capital Assets**

The County invested \$1,461,088 in capital assets for its governmental-type activities for the year ended December 31, 2005. This investment in capital assets consists primarily of equipment and vehicles. Additionally, road improvements valued at \$2,677,908 were contributed to the County during 2005.

### **Next Year's Budgets**

The County has appropriated \$25,388,657 for spending in the 2006 fiscal year budget. Budgeted 2006 revenue of \$18,196,043 and the use of accumulated fund balances will be sufficient to cover the appropriated expenditures in 2006.

## **Requests for Information**

This financial report is designed to provide a general overview of Elbert County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to: Elbert County, 221 Comanche Street, P.O. Box 597, Kiowa, Colorado 80117.

## **BASIC FINANCIAL STATEMENTS**

**ELBERT COUNTY, COLORADO**  
**STATEMENT OF NET ASSETS**  
**December 31, 2005**

	<u>Primary Government Governmental Activities</u>	<u>Component Unit Emergency Telephone Service Authority</u>
<b>ASSETS</b>		
Cash and investments	\$ 4,113,373	\$ 417,847
Cash and investments - Restricted	5,310,923	-
Receivables	783,199	37,625
Property taxes receivable	6,925,981	-
Inventory of supplies	277,909	-
Other assets, net	288,097	-
Capital assets, net		
Land, buildings, equipment and infrastructure	11,451,457	-
Construction in progress	276,144	153,477
Total assets	<u>29,427,083</u>	<u>608,949</u>
<b>LIABILITIES</b>		
Warrants payable	282,941	-
Accounts payable	285,320	119,034
Accrued interest payable	41,727	-
Deferred property taxes receivable	6,925,981	-
Other deferred revenue	411,229	-
Noncurrent liabilities		
Due within one year	1,055,378	-
Due in more than one year	7,356,864	-
Total liabilities	<u>16,359,440</u>	<u>119,034</u>
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt	9,631,147	-
Restricted	1,043,476	-
Unrestricted	2,393,020	489,915
Total net assets	<u>\$ 13,067,643</u>	<u>\$ 489,915</u>

These financial statements should be read only in connection with  
the accompanying notes to financial statements.

ELBEKI COUNTY, COLORADO  
STATEMENT OF ACTIVITIES

December 31, 2005

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Component Unit
Primary government:						
Governmental activities:						
General government	\$ 4,074,587	\$ 3,221,300	\$ -	\$ -	\$ (853,287)	\$ -
Public safety	3,179,881	-	-	-	(3,179,881)	-
Public works	6,006,322	-	-	2,367,191	(3,639,131)	-
Public health and welfare	1,173,324	-	574,740	-	(598,584)	-
Culture and recreation	178,177	-	-	-	(178,177)	-
Auxiliary services	95,813	-	-	-	(95,813)	-
Interest on long-term debt	421,111	-	-	-	(421,111)	-
Total primary government	\$ 15,129,215	\$ 3,221,300	\$ 574,740	\$ 2,367,191	(8,965,984)	-
Component unit:						
Emergency telephone service authority					(66,013)	
General revenues:						
Taxes					7,775,741	-
Intergovernmental					2,484,759	-
Investment and interest income					210,837	10,902
Transfer of capital assets from Component Unit to Primary Government					179,498	-
Other					979,655	-
Total general revenues					11,630,490	10,902
Change in net assets					2,664,506	(55,111)
Net assets - Beginning (restated)					10,403,137	545,026
Net assets - Ending					\$ 13,067,643	\$ 489,915

These financial statements should be read only in connection with  
the accompanying notes to financial statements.

**ELBERT COUNTY, COLORADO**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**December 31, 2005**

		<b>Special Revenue Funds</b>	
	<b>General</b>	<b>Road and Bridge</b>	<b>Social Services</b>
<b>ASSETS</b>			
Cash and investments with Treasurer	\$ 1,106,950	\$ 31,297	\$ 395,473
Cash and investments with Treasurer - Restricted	-	-	-
Accounts receivable	169,447	121,047	103,210
Assesment receivable	-	-	-
Property taxes receivable	4,219,878	2,315,400	121,863
Inventory of supplies	10,427	267,390	92
Total assets	<u>\$ 5,506,702</u>	<u>\$ 2,735,134</u>	<u>\$ 620,638</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Warrants payable	\$ 145,510	\$ 78,946	\$ 19,993
Accounts payable	217,853	53,607	13,860
Deferred property tax revenue	4,258,108	2,315,400	121,863
Total liabilities	<u>4,621,471</u>	<u>2,447,953</u>	<u>155,716</u>
<b>FUND BALANCES</b>			
Reserved	10,427	267,390	-
Unreserved			
Designated for subsequent year's expenditures	-	-	334,881
Unreserved, reported in:			
General fund	874,804	-	-
Special revenue funds	-	19,791	130,041
Total fund balances	<u>885,231</u>	<u>287,181</u>	<u>464,922</u>
<b>TOTAL LIABILITIES FUND BALANCES</b>	<u><b>\$ 5,506,702</b></u>	<u><b>\$ 2,735,134</b></u>	<u><b>\$ 620,638</b></u>

<b>Elbert County Building Authority</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ -	\$ 2,579,653	\$ 4,113,373
4,606,732	704,191	5,310,923
4,446	12,049	410,199
-	373,000	373,000
-	268,840	6,925,981
-	-	277,909
<u>\$ 4,611,178</u>	<u>\$ 3,937,733</u>	<u>\$ 17,411,385</u>
\$ -	\$ 38,492	\$ 282,941
-	-	285,320
-	641,840	7,337,211
<u>-</u>	<u>680,332</u>	<u>7,905,472</u>
4,611,178	1,668,666	6,557,661
-	90,492	425,373
-	-	874,804
-	1,498,243	1,648,075
<u>4,611,178</u>	<u>3,257,401</u>	<u>9,505,913</u>
<u>\$ 4,611,178</u>	<u>\$ 3,937,733</u>	<u>\$ 17,411,385</u>

These financial statements should be read only in connection with  
the accompanying notes to financial statements.



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**ELBERT COUNTY, COLORADO**  
**RECONCILIATION OF THE BALANCE SHEET**  
**TO THE STATEMENT OF NET ASSETS**  
**GOVERNMENTAL FUNDS**  
**December 31, 2005**

Amounts reported for governmental activities in the Statement of Net Assets are different because:

Total fund balance - Total governmental funds	\$ 9,505,913
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	11,727,601
Other assets, net of accumulated amortization are not financial resources and, therefore, are not reported in the funds.	288,097
Accrued interest payable is not included in the funds.	(41,726)
Noncurrent liabilities, including capital leases and bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(8,412,242)</u>
Net assets of governmental activities	<u><u>\$ 13,067,643</u></u>

These financial statements should be read only in connection with  
the accompanying notes to financial statements.

**ELBERT COUNTY, COLORADO**  
**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**Year Ended December 31, 2005**

		<u>Special Revenue Funds</u>	
	<u>General</u>	<u>Road and Bridge</u>	<u>Social Services</u>
<b>REVENUE</b>			
Taxes	\$ 4,843,300	\$ 2,600,697	\$ 139,124
Special assessments	-	-	-
Licenses and permits	946,936	-	-
Intergovernmental	410,637	1,629,712	574,740
Charges for services	1,440,743	-	-
Net investment income	143,142	-	-
Miscellaneous	475,849	484,238	-
Total revenue	<u>8,260,607</u>	<u>4,714,647</u>	<u>713,864</u>
<b>EXPENDITURES</b>			
Current			
General government	3,707,152	63,660	-
Public safety	3,122,295	-	-
Public works	-	4,496,664	-
Public health and welfare	341,314	-	832,010
Culture and recreation	156,886	-	-
Auxiliary services	95,813	-	-
Debt service	-	579,495	-
Issuance costs	-	-	-
Capital outlay	185,000	944,348	-
Total expenditures	<u>7,608,460</u>	<u>6,084,167</u>	<u>832,010</u>
<b>EXCESS OF REVENUE</b>			
<b>OVER (UNDER) EXPENDITURES</b>	<u>652,147</u>	<u>(1,369,520)</u>	<u>(118,146)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Bond proceeds	-	-	-
Certificates of participation	-	-	-
Capital lease proceeds	185,000	589,848	-
Transfers in	-	580,000	-
Transfers (out)	(10,038)	-	-
Total other financing sources (uses)	<u>174,962</u>	<u>1,169,848</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER</b>			
<b>(UNDER) EXPENDITURES AND OTHER</b>			
<b>FINANCING SOURCES (USES)</b>	827,109	(199,672)	(118,146)
<b>FUND BALANCE - BEGINNING OF YEAR</b>	58,122	486,853	583,068
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 885,231</u>	<u>\$ 287,181</u>	<u>\$ 464,922</u>

<b>Elbert County Building Authority</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ -	\$ 192,620	\$ 7,775,741
-	43,783	43,783
-	-	946,936
-	120,680	2,735,769
-	833,621	2,274,364
4,446	63,249	210,837
-	19,564	979,651
<u>4,446</u>	<u>1,273,517</u>	<u>14,967,081</u>
-	239,552	4,010,364
-	-	3,122,295
-	784,054	5,280,718
-	-	1,173,324
-	4,051	160,937
-	-	95,813
-	214,350	793,845
188,243	24,467	212,710
-	-	1,129,348
<u>188,243</u>	<u>1,266,474</u>	<u>15,979,354</u>
<u>(183,797)</u>	<u>7,043</u>	<u>(1,012,273)</u>
-	345,000	345,000
5,295,000	-	5,295,000
-	-	774,848
-	882,717	1,462,717
<u>(500,025)</u>	<u>(952,654)</u>	<u>(1,462,717)</u>
<u>4,794,975</u>	<u>275,063</u>	<u>6,414,848</u>
4,611,178	282,106	5,402,575
-	2,975,295	4,103,338
<u>\$ 4,611,178</u>	<u>\$ 3,257,401</u>	<u>\$ 9,505,913</u>

These financial statements should be read only in connection with  
the accompanying notes to financial statements.

**ELBERT COUNTY, COLORADO**  
**RECONCILIATION OF THE STATEMENT OF REVENUE,**  
**EXPENDITURES AND CHANGES IN FUND BALANCES**  
**TO THE STATEMENT OF ACTIVITIES**  
**GOVERNMENTAL FUNDS**  
**Year Ended December 31, 2005**

Amounts reported for governmental activities in the Statement of Activities are different because:

Net change in fund balances - Total governmental funds	\$ 5,402,575
--	--------------

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported net of depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period.

Capital outlay	1,302,350
Depreciation	(1,006,214)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the fund, such as contributed infrastructure.

Contributed assets	2,502,907
Repayment of highway users tax liability	323,730

The issuance of long-term debt (e.g. capital leases and bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Bond/capital lease proceeds	(6,414,848)
Principal payments made	413,113
Change in compensated absences	(34,371)
Amortization of bond issuance costs	(10,037)
Change in accrued interest	(19,059)
Other	(8,350)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

212,710

Change in Net Assets of Governmental Activities	<u><u>\$ 2,664,506</u></u>
---	----------------------------

These financial statements should be read only in connection with  
the accompanying notes to financial statements.

**ELBERT COUNTY, COLORADO**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
**FIDUCIARY FUNDS**  
**December 31, 2005**

	<u>Agency Funds</u>	
	<u>Treasurer</u>	<u>Public Trustee</u>
<b>ASSETS</b>		
Cash and investments with Treasurer	\$ 1,156,238	\$ 34,674
Total assets	<u>1,156,238</u>	<u>34,674</u>
<b>LIABILITIES</b>		
Due to other governments	1,143,738	-
Other liabilities	12,500	-
Escrow deposits held by public trustee	-	34,674
Total liabilities	<u>1,156,238</u>	<u>34,674</u>
<b>NET ASSETS</b>		
Held in trust	<u>\$ -</u>	<u>\$ -</u>

These financial statements should be read only in connection with  
the accompanying notes to financial statements.

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 1 - DEFINITION OF REPORTING ENTITY**

Elbert County, Colorado (County) is governed by a Board of County Commissioners. The Board consists of three elected members. The County provides the following services: public safety (including the activity of the Sheriff's Contraband account), health and welfare, construction and maintenance of roads and bridges and general administrative services.

The County follows the Governmental Accounting Standards Board (GASB) accounting pronouncements which provide guidance for determining which governmental activities, organizations and functions should be included within the financial reporting entity. GASB pronouncements set forth the financial accountability of a governmental organization's elected governing body as the basic criterion for including a possible component governmental organization in a primary government's legal entity. Financial accountability includes, but is not limited to, appointment of a voting majority of the organization's governing body, ability to impose its will on the organization, a potential for the organization to provide specific financial benefits or burdens and fiscal dependency.

As required by generally accepted accounting principles (GAAP), these financial statements present the County (the primary government) and its component units. One component unit, the Elbert County Emergency Telephone Service Authority (Authority), is discretely reported in a separate column to emphasize that it is legally separate from the County. The discretely presented component unit has a December 31 year end.

The Authority was established April 27, 1989 and reconstituted April 14, 1992 by an Intergovernmental Agreement between the County of Elbert; Towns of Simla, Kiowa, Elbert and Elizabeth; Kiowa, Elbert, Elizabeth, Tri-County, Rattlesnake, Deer Trail and Calhan Fire Protection Districts. The Authority was established pursuant to State Statute Article 11 of Title 29. The purpose of the Authority is to provide central emergency telephone services to residents within the service area in Elbert County. The Authority is included in the County's financial statements because the Elbert County Board of Commissioners appoints all of the board members. Complete financial statements for the Authority may be obtained from the Authority's office at P.O. Box 992, Elizabeth, Colorado 80107.

The County is financially accountable for the Elbert County Building Authority (Building Authority). The Building Authority is being presented as a blended component unit of the County because the purpose of the Building Authority is to provide an exclusive benefit to the County. The Building Authority registered with the State of Colorado as a nonprofit corporation on November 11, 2005. The Building Authority is in good standing with the State as of December 31, 2005.

The Building Authority is governed by a Board of Directors that consist of three members. The initial Board was established by the County Commissioners. Any future changes to Board members will be decided by a majority vote of the existing members.

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 1 - DEFINITION OF REPORTING ENTITY (CONTINUED)**

The operations of the 18th Judicial District (including Crime Victim Compensation Boards) is not a part of the financial statements of the County as the County is not financially accountable for the operations of the 18th Judicial District.

Proceeds from the seizure of contraband were \$-0- for the year ended December 31, 2005.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The more significant accounting policies of the County are described as follows:

**Government-wide and Fund Financial Statements**

The government-wide financial statements include the statement of net assets and the statement of activities. These financial statements include all of the activities of the primary government and its component units except for the fiduciary activities. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities are normally supported by taxes and intergovernmental revenues. Likewise, the primary government is reported separately from the legally separate component units for which the primary government is financially accountable.

The statement of net assets reports all financial and capital resources of the primary government and its component units. The difference between the assets and liabilities of the County is reported as net assets.

The statement of activities demonstrates the degree to which the direct and indirect expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.



**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met. Depreciation is computed and recorded as an operating expense. Expenditures for property and equipment are shown as increases in assets, and redemption of bonds and notes are recorded as a reduction in liabilities.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. The major sources of revenue susceptible to accrual are specific ownership taxes. Expenditures, other than interest on long-term obligations are recorded when the liability is incurred or the long-term obligation paid. All other revenue items are considered to be measurable and available only when cash is received by the County.

The County reports the following major governmental funds:

The General Fund is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Road and Bridge special revenue fund is used to account for the proceeds of restricted revenue to be used for maintaining road and bridge operations.

The Social Services special revenue fund is used to account for the proceeds of restricted revenue to be used for public health and welfare programs.

The Building Authority capital projects fund is used to account for the proceeds of the Certificates of Participation issuance to be used for certain capital improvement projects.

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Additionally, the County reports Agency Funds, which are used to account for assets held by the County as an agent for other governmental units and individuals. The agency funds are custodial in nature and do not present results of operations or have a measurement focus.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

**Budgets**

In accordance with the State Budget Law, the County Commissioners hold public hearings in the fall each year to approve the budget and appropriate the funds for the ensuing year. The appropriation is at the total fund expenditures level and lapses at year end. The County Commissioners can modify the budget by line item within the total appropriation without notification. The appropriation can only be modified upon completion of notification and publication requirements. The budget includes each fund on its basis of accounting unless otherwise indicated. For budgetary purposes, the County did not budget or appropriate for entering into capital lease transactions, as entering into a capital lease transaction does not provide for or use financial resources. The payments required under the capital lease agreements are included in the appropriations resolution.

During the year ended December 31, 2005, supplementary appropriations approved by the County modified the appropriation from \$7,334,872 to \$7,650,000 in the General Fund, from \$5,417,106 to \$6,150,000 in the Road and Bridge Fund, from \$2,508,151 to \$3,072,896 in the Social Services Fund, from \$94,296 to \$91,810 in the Amanda Pines Debt Service Fund, from \$108,041 to \$555,000 in the Chaparral Valley Debt Service Fund, from \$-0- to \$120,000 in the Meadows Station Debt Service Fund, from \$-0- to \$350,000 in the Foxwood Estates Debt Service Fund, from \$-0- to \$5,200,000 in the Building Authority Debt Service Fund, from \$-0- to \$5,200,000 in the Building Authority Capital Projects Fund, from \$-0- to \$5,000 in the Capital Improvements Fund, from \$-0- to \$580,000 in the Meadows Station Capital Projects Fund and from \$-0- to \$280,000 in the Foxwood Estates Capital Projects Fund.

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Cash and Net Investment Income**

Except for cash held by third parties (cash and investments with trustee), all cash is deposited with the County Treasurer. When funds are received, the accounts of the fund receiving the money are credited. When expenditures are made, the cash with Treasurer is reduced and the expenditures recorded. The Treasurer invests the funds to achieve the best possible return on the investment. All funds record cash and investments as cash with County Treasurer. Net investment income is allocated to the General Fund, Conservation Trust Fund and Impact Assistance Fund, in accordance with statutory requirements. Investments are carried at fair value.

**Inventories**

Inventories of supplies held for consumption by the Road and Bridge Fund are valued at average cost. The cost of inventory is recorded as an expenditure at the time individual inventory items are used. Reported inventories are equally offset by a fund balance reserve which indicates that they do not constitute available spendable resources even though they are a component of assets.

**Capital Assets**

Capital assets, which include property, equipment, and infrastructure assets (e.g. roads and similar items), are reported in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable. Depreciation expense has been computed using the straight-line method over the estimated economic useful lives:

Buildings	39 years
Equipment	3 - 7 years
Infrastructure - Constructed and acquired since January 1, 2003	30 years

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Property Taxes**

Property taxes are levied by the County Commissioners. The levy is based on assessed valuations determined by the County Assessor generally as of January 1 of each year. The levy is normally set by December 15 by certification to put a tax lien on the individual properties as of January 1 of the following year. The County Treasurer collects the determined taxes during the ensuing calendar year. The taxes are payable by April or if in equal installments, at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August and generally sales of the tax liens on delinquent properties are held in November or December.

Property taxes, net of estimated uncollectible taxes, are recorded initially as deferred revenue in the year they are levied and measurable. The deferred property tax revenue are recorded as revenue in the year they are available or collected.

**Amortization of Bond Issue Costs**

In the government-wide financial statements, bond issuance costs are reported as deferred charges and amortized over the term of the related debt using the straight-line method.

In the fund financial statements, governmental fund types recognize bond issuance costs during the current period. The face amount of debt issued is reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**Compensated Absences**

The County has a policy that allows employees to accumulate unused vacation benefits up to certain maximum hours. Compensated absences are accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The County's General Fund is used to liquidate compensated absences of the governmental activities.

**Fund Balance**

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are legally segregated or are not subject to future appropriation. Designations of unreserved fund balances indicate the Commissioners' intention for future utilization of such funds and are subject to change by the Commissioners.

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Reserved Fund Balance**

Individual reserves by fund at December 31, 2005 are as follows:

Primary government:

General Fund

Reserved for inventory	\$ 10,427
------------------------	-----------

Debt Service Funds

Reserved for payment of bond principal and interest	673,393
---	---------

Special Revenue Funds

Road and Bridge Fund

Reserved for inventory	267,390
------------------------	---------

Contingency Fund

Reserved for emergencies under TABOR	323,880
--------------------------------------	---------

Conservation Trust Fund

Reserved for future projects	546,710
------------------------------	---------

Total Special Revenue Funds	<u>1,137,980</u>
-----------------------------	------------------

Capital Projects Funds

Reserved for capital expenditures

Building Authority	4,611,178
--------------------	-----------

Capital Improvements	124,683
----------------------	---------

	<u>4,735,861</u>
--	------------------

Total reservations of fund balances	<u><u>\$ 6,557,661</u></u>
-------------------------------------	----------------------------

The fund balances in the Debt Service Funds are to be used for the payment of special assessment bond principal and interest.

An amount of the fund balance equal to the reported inventory in the Road and Bridge Fund, is reserved to indicate that the inventory does not constitute spendable resources even though the inventory is a component of net assets.

Article X, Section 20 of the Constitution of the State of Colorado requires the County to establish Emergency Reserves. The Contingency Fund balance has been reserved in compliance with this requirement.

The reserved balance for the Conservation Trust Fund is for the net unspent proceeds received from the State Lottery under the State's Conservation Trust Fund regulations.

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

The fund balance reserved for capital expenditures represents reserves for future capital expenditures in the Elbert County Building Authority capital projects fund and the capital improvements fund.

**Designated Fund Balance**

The amount classified as “designated for subsequent year’s expenditures” at December 31, 2005 represents the amount appropriated for use in the budget for the year ending December 31, 2006.

**NOTE 3 - CASH AND INVESTMENTS**

Cash and investments as of December 31, 2005 are classified in the accompanying financial statements as follows:

Statement of net assets:

Cash and investments	\$ 4,113,373
Cash and investments - Restricted	<u>6,501,835</u>
Total cash and investments	<u>\$ 10,615,208</u>

Cash and investments as of December 31, 2005 consist of the following:

Deposits with financial institutions	\$ 2,225,020
Investments	<u>8,390,188</u>
Total cash and investments	<u>\$ 10,615,208</u>

**Cash Deposits**

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool for all the uninsured public deposits as a group is to be maintained by another institution or held in trust. The market value of the collateral must be at least equal to the aggregate uninsured deposits.

The State Commissioners for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 3 - CASH AND INVESTMENTS (CONTINUED)**

At December 31, 2005, the County's cash deposits had a bank balance of \$2,208,864 and a carrying balance of \$2,225,020.

At December 31, 2005, the Authority's bank and carrying balance of \$64,551 was entirely insured.

**Investments**

**Credit Risk**

The County has not adopted a formal investment policy, however, the County follows State statutes regarding investments.

The County generally limits its concentration of investments to those noted with an asterisk (\*) below, which are believed to have minimal credit risk, minimal interest rate risk, and no foreign currency risk. Additionally, the County is not subject to concentration of custodial risk disclosure requirements or subject to investment custodial risk for investments that are in the possession of another party.

Colorado revised statutes limit investment maturities to five years or less unless formally approved by the Board of Commissioners. Such actions are generally associated with a debt service reserve or sinking fund requirements.

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local governments may invest which include:

- \* Obligations of the United States and certain U.S. government agency securities
- . Certain international agency securities
- . General obligation and revenue bonds of U.S. local government entities
- . Bankers' acceptances of certain banks
- . Commercial paper
- . Written repurchase agreements collateralized by certain authorized securities
- \* Certain money market funds
- . Guaranteed investment contracts
- \* Local government investment pools

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 3 - CASH AND INVESTMENTS (CONTINUED)**

The local government investment pools, which includes the Colorado Local Government Liquid Asset Trust (Colotrust), is rated AAAM by Standard & Poor's. The investments in money market funds are not rated, and their underlying investments are a wide variety of securities. The investments in Federal Home Loan Mortgage Corp., Federal Home Loan Bank, Financial Corporation, and Federal National Mortgage Association are rated AAA or do not have a rating. Those that do not have a rating are managed by federal agencies.

As of December 31, 2005, the County had the following investments:

<b>Investment</b>	<b>Maturity</b>	<b>Fair Value</b>
Colorado Liquid Asset Trust (Colotrust)	Less than one year	\$ 1,671,059
Money Market Funds	Weighted average under 90 days	5,276,940
Federal Home Loan Mortgage Corp.	July 2007	181,724
Federal Home Loan Bank	January 2006 – April 2007	880,962
Financing Corporation	June 2006	191,291
Federal National Mortgage Association	May 2008	188,212
		<u>\$ 8,390,188</u>

**COLOTRUST**

During 2005, the County invested in the Colorado Local Government Liquid Asset Trust (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to \$1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper and repurchase agreements collateralized by certain obligations of U.S. government agencies. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. As of December 31, 2005, the County had \$1,671,059 invested in COLOTRUST PLUS+.



**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 3 - CASH AND INVESTMENTS (CONTINUED)**

**Money Market Funds**

As of December 31, 2005 the County had invested \$105,034 in the Active Assets Money Trust managed by Morgan Stanley Dean Witter and \$65,149 in the Government Obligations Fund managed by Piper Jaffray. Proceeds remaining from the 2005 Certificates of Participation issuance as of December 31, 2005 were \$5,106,757. These funds are being held in a U.S. Treasury money market fund managed by the Trustee. The managed funds invest primarily in securities that are issued or guaranteed as to payment of principal and interest by the U.S. government, its agencies or instrumentalities and repurchase agreements collateralized by such securities.

The Authority had \$353,296 invested in COLOTRUST PLUS+ as of December 31, 2005.

**Concentration of Credit Risk**

The County does not have a policy that addresses limitations on the amount that can be invested in any one issuer. More than 5% of the County's investments are concentrated in Federal Home Loan Bank (10.5%).

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 4 - CAPITAL ASSETS**

Capital asset activity for the year ended December 31, 2005 was as follows:

<b><u>Primary Government</u></b>	<b><u>Beginning Balance</u></b> (Restated - See Note 13)	<b><u>Increases</u></b>	<b><u>Decreases</u></b>	<b><u>Ending Balance</u></b>
Capital assets, not being depreciated:				
Land	\$ 561,313	\$ 61,000	\$ -	\$ 622,313
Construction in progress	333,738	276,144	(333,738)	276,144
Total capital assets, not being depreciated	<u>895,051</u>	<u>337,144</u>	<u>(333,738)</u>	<u>898,457</u>
Capital assets, being depreciated:				
Buildings	4,923,614	124,000	-	5,047,614
Equipment	5,963,203	999,944	-	6,963,147
Infrastructure	5,026,483	2,677,908	-	7,704,391
Total capital assets, being depreciated	<u>15,913,300</u>	<u>3,801,852</u>	<u>-</u>	<u>19,715,152</u>
Less accumulated depreciation for:				
Buildings	(3,045,640)	(100,921)	-	(3,146,561)
Equipment	(4,700,996)	(690,256)	-	(5,391,252)
Infrastructure	<u>(133,158)</u>	<u>(215,037)</u>	<u>-</u>	<u>(348,195)</u>
Total accumulated depreciation	<u>(7,879,794)</u>	<u>(1,006,214)</u>	<u>-</u>	<u>(8,886,008)</u>
Total capital assets, being depreciated, net	<u>8,033,506</u>	<u>2,795,638</u>	<u>-</u>	<u>10,829,144</u>
Capital assets, net	<u><u>\$ 8,928,557</u></u>	<u><u>\$3,132,782</u></u>	<u><u>\$(333,738)</u></u>	<u><u>\$11,727,601</u></u>
<b><u>Component Unit</u></b>				
Emergency Telephone Service Authority	<u>\$ 148,174</u>	<u>\$ 184,801</u>	<u>\$ 179,498</u>	<u>\$ 153,477</u>

During the year ended December 31, 2005, the Authority transferred assets valued at \$179,498 to the County.

Depreciation expense was charged to functions/programs of the primary government as follows:

General government	\$ 206,001
Public works	752,096
Impact	30,877
Culture and recreation	17,240
Total depreciation expense	<u><u>\$ 1,006,214</u></u>

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 5 - LONG-TERM OBLIGATIONS**

The following is an analysis of the changes in the County's long-term obligations for the year ended December 31, 2005:

	<u>Balance at December 31, 2004</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at December 31, 2005</u>	<u>Due Within One Year</u>
<b>Governmental Activities:</b>					
Capital lease obligations	\$ 213,573	\$ 589,848	\$ 273,592	\$ 529,829	\$ 276,719
Special assessment debt	651,000	-	130,000	521,000	36,282
General obligation debt	625,000	345,000	-	970,000	20,000
Certificates of participation	-	5,295,000	-	5,295,000	110,000
Lease Purchase Agreement	-	185,000	9,521	175,479	19,914
Claim of overpayments from Highway Users Trust Fund	975,931	-	323,730	652,201	323,730
Compensated absences	234,362	34,371	-	268,733	268,733
	<u>\$ 2,699,866</u>	<u>\$ 6,449,219</u>	<u>\$ 736,843</u>	<u>\$ 8,412,242</u>	<u>\$ 1,055,378</u>

The detail of the County's long-term obligations is as follows:

**Capital Leases**

The County has entered into lease agreements as lessee for financing the acquisition of certain road and bridge equipment as described below. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

The assets acquired through capital leases at December 31, 2005 are as follows:

	<u>Governmental Activities</u>
Equipment	\$ 2,322,766
Less accumulated depreciation	(1,656,846)
Total	<u>\$ 665,920</u>

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 5 - LONG-TERM OBLIGATIONS (CONTINUED)**

On April 10, 2000, the County entered into a capital lease obligation to purchase a front-end loader. The lease is on a quarterly basis, renewable for four consecutive one-year periods with quarterly principal and interest payments of \$14,136.62, with interest of 5.25%. The lease was paid in full during 2005.

On May 10, 2000, the County entered into a capital lease obligation to purchase five truck tractors. The lease is on a quarterly basis, renewable for four consecutive one-year periods with quarterly principal and interest payments of \$21,073.56, with interest of 6.30%. The lease was paid in full during 2005.

On November 28, 2000, the County entered into a capital lease obligation to purchase a dump truck. The lease is on a quarterly basis, renewable for four consecutive one-year periods with quarterly principal and interest payments of \$6,167.03, with interest of 5.30%. The lease was paid in full during 2005.

On April 5, 2002, the County entered into a capital lease obligation to purchase a pneumatic tire compactor. This lease is payable annually, renewable for two consecutive one-year periods with annual principal and interest payments of \$16,790.30, with interest of 4.00%. The lease was paid in full during 2005.

On August 22, 2003, the County entered into a capital lease obligation to purchase a grader. The lease is on a quarterly basis, renewable for two consecutive one-year periods with quarterly principal and interest payments of \$18,300.36, with interest of 2.40%.

On June 1, 2005, the County entered into a capital lease obligation to purchase a motor grader. The lease is on a quarterly basis, renewable for three consecutive one year periods with quarterly principal and interest payments of \$12,396.04, with interest of 4.75%

On June 1, 2005, the County entered into a capital lease obligation to purchase a motor grader. The lease is on a quarterly basis, renewable for three consecutive one year periods with quarterly principal and interest payments of \$12,396.04, with interest of 4.75%

On August 9, 2005, the County entered into a capital lease obligation to purchase a motor grader. The lease is on a quarterly basis, renewable for four consecutive one year periods with quarterly principal and interest payments of \$17,748.77, with interest of 4.75%.

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 5 - LONG-TERM OBLIGATIONS (CONTINUED)**

On September 6, 2005, the County entered into a capital lease obligation to purchase a motor grader. The lease is on a quarterly basis, renewable for four consecutive one year periods with quarterly principal and interest payments of \$17,746.67, with interest of 4.75%.

The lease purchase agreements do not constitute general obligation debts of the County as defined by Colorado Revised Statutes as there are annual appropriation clauses in the lease agreements.

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2005, were as follows:

<b><u>Year Ending</u></b> <b><u>December 31,</u></b>	<b><u>Governmental</u></b> <b><u>Activities</u></b>
2006	\$ 296,050
2007	191,565
2008	70,991
Total minimum lease payments	558,606
Less amount representing interest	(28,777)
Present value of minimum lease payments	<u>\$ 529,829</u>

**Special Assessment Bonds**

The following Special Assessment Bonds are to be serviced by special assessments levied against real property in the County, which is specifically benefited by the improvements.

The Amanda Pines Estates Local Improvement District Special Assessment Bonds, dated July 19, 2001, were issued in the principal amount of \$215,000. Principal and interest, computed at 5.75% per annum, is payable annually on July 1, and maturing July 1, 2011, except if redeemed prior thereof. The bonds are subject to prepayment prior to maturity by the County on July 1, 2002, and each July 1, thereafter. The principal amount outstanding at December 31, 2005 was \$86,000.

The Rolling Hills Acres Local Improvement District Special Assessment Bonds, dated April 24, 2002 were issued in the principal amount of \$175,000. Principal and interest, computed at 6.125% per annum, is payable annually on July 1, and maturing July 1, 2012, except if redeemed prior thereof. The bonds are subject to prepayment prior to maturity by the County on July 1, 2003, and each July 1, thereafter. The principal amount outstanding at December 31, 2005 was \$175,000.

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 5 - LONG-TERM OBLIGATIONS (CONTINUED)**

The Chaparral Valley 2 Local Improvement District Special Assessment Bonds, dated January 10, 2003 were issued in the principal amount of \$350,000. Principal and interest, computed at 6.00% per annum, is payable annually on July 1, and maturing July 1, 2022, except if redeemed prior thereof. The bonds are subject to prepayment prior to maturity by the County on July 1, 2003, and each July 1, thereafter. The principal amount outstanding at December 31, 2005 was \$260,000.

**General Obligation Bonds**

The Meadows Station Subdivision Public Improvement District Special Assessment Bonds, dated December 23, 2004 were issued in the principal amount of \$625,000. Principal and interest, computed at a variable rate of 3.15% - 5.25% per annum, is payable semi-annually on June 1 and December 1, and maturing December 1, 2024, except if redeemed prior thereof. The bonds are subject to prepayment prior to maturity by the County on December 1, 2006, and each December 1 thereafter. The principal amount outstanding at December 31, 2005 was \$625,000.

The Foxwood Estates Subdivision Public Improvement District Special Assessment Bonds, dated January 27, 2005 were issued in the principal amount of \$345,000. Principal and interest are computed at a variable rate of 3.25% - 5.50% per annum. The principal amount outstanding at December 31, 2005 was \$345,000.

**Certificates of Participation**

On December 1, 2005, Certificates of Participation were issued in the amount of \$5,295,000 by the Building Authority. The County entered into a Lease Purchase Agreement (Lease) with the Building Authority to acquire the rights to service the Certificates of Participation per the lease. The County will assume the responsibility of facilitating the capital improvements and servicing the debt.

The Series 2005 Certificates are serial and term certificates that bear an interest rate of 4% - 5%. The Certificates are due December 1, 2025 and are subject to redemption prior to maturity at the option of the County beginning on December 1, 2010. The Certificates are subject to mandatory sinking fund redemption on or before December 1, 2021 at a price equal to the principal amount thereof plus accrued interest to the redemption date. Principal and interest payments are insured as to repayment by Assured Guaranty.

The terms of the Lease require that the Lease shall terminate on December 31, 2005. The Lease term may be continued, solely at the option of the County, for the first renewal term and for additional renewal terms thereafter, each of one year in duration, except that the final renewal term shall terminate on December 1, 2025.

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 5 - LONG-TERM OBLIGATIONS (CONTINUED)**

Under the terms of the Lease, the County is not obligated to make any payments beyond those appropriated for a given year.

For those years in which appropriations are made, the County is required to pay base rentals directly to the Trustee. These payments are required to be made by the County on May 15 and November 15 on any given year.

Annual debt service requirements to maturity for Special Assessment Bonds, General Obligation Bonds and the Certificates of Participation are as follows:

<b>Year Ending December 31,</b>	<b>Governmental Activities</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2006	\$ 166,282	\$ 304,204	\$ 470,486
2007	199,825	306,547	506,372
2008	271,039	293,357	564,396
2009	342,327	282,279	624,606
2010	353,695	268,233	621,928
2011-2015	2,017,832	1,082,594	3,100,426
2016-2020	1,245,000	732,439	1,977,439
2021-2025	2,095,000	371,102	2,466,102
2026-2029	95,000	13,475	108,475
	<u>\$6,786,000</u>	<u>\$3,654,230</u>	<u>\$10,440,230</u>

**Lease Purchase Agreement**

On June 1, 2005, the County entered into a Lease Purchase Agreement (Agreement) to acquire a tract of land. The land is located within the boundaries of the County. The agreements require the County to make quarterly principal and interest payments of \$7,500 on January 1, April 1 and October 1. The Agreement bears an interest rate of 6%.

**Claim of Overpayments from Highway Users Trust Fund**

The Colorado State Treasurer's Office (State Treasurer) has made two separate and distinct overpayments of Highway Users Trust Fund distributions to the County.

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 5 - LONG-TERM OBLIGATIONS (CONTINUED)**

Claim of Overpayment #1

The State Treasurer erroneously distributed \$971,190 of Highway Users Trust Fund (HUTF) money to the County during 2002 and 2003. The overpayment was a result of the State Treasurer transposing County and rural vehicle registration information. The County expended these monies in the ordinary course of Road and Bridge Fund operations.

The State Treasurer has drafted a Memorandum of Understanding (MOU), which has not been approved by the County. In accordance with the unapproved MOU, beginning in 2004 the State Treasurer began deducting \$26,977.50 per month from the County's HUTF distributions. Such deductions are anticipated to continue through December 2006. Questions exist regarding the County's ability to enter into a multi-fiscal year agreement as presented by the State Treasurer.

Claim of Overpayment #2

During July of 2004, the County was informed that the State Treasurer had erroneously distributed \$328,471 of HUTF monies to the County during 2000. The overpayment was a result of the State Treasurer and/or the Colorado Department of Transportation transposing bridge deck data used to calculate distributions. The County has expended these monies in the ordinary course of Road and Bridge Fund operations. The State Treasurer has not yet begun deducting payments from the County's HUTF distributions.

The State Treasurer has unilaterally offered to extend the unapproved MOU described above for an additional two years. The question of legal ability described above is also applicable to this claim.

The County has recorded a liability of \$652,201 for these claims as of December 31, 2005 in its government-wide financial statements. The claim will be reduced based upon the reduction of revenue in future years in its governmental fund financial statements. Anticipated revenue reductions are as follows:

**Year Ending December 31,**

2006	\$ 323,730
2007	164,235
2008	164,236
	<u>\$ 652,201</u>



**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 5 - LONG-TERM OBLIGATIONS (CONTINUED)**

The long-term obligations of the County have been and will continue to be liquidated by various County funds. The Road and Bridge Fund services the capital lease obligations and the claim of overpayments from Highway Users Trust Fund. The General Fund services the Lease Purchase Agreement and the compensated absences. The Special Assessment Debt, General Obligation Debt, and the Certificates of Participation are serviced by the specific funds that were established with the sole purpose of liquidating the debt obligation.

**NOTE 6 - NET ASSETS**

The County has net assets consisting of three components - invested in capital assets, net of related debt, restricted, and unrestricted.

Invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of capital leases and bonds that are attributable to the acquisition, construction, or improvement of those assets. As of December 31, 2005, the County had invested in capital assets, net of related debt of \$9,631,147 calculated as follows:

	<u><b>Governmental Activities</b></u>
Invested in capital assets, net of related debt:	
Capital assets, net	\$ 11,727,601
Bond issuance costs (net of accumulated amortization)	288,097
Current portion of long-term obligations	(462,915)
Noncurrent portion of long-term obligations	(7,028,393)
Unspent bond proceeds	5,106,757
Invested in capital asset, net of related debt	<u><u>\$ 9,631,147</u></u>

Restricted assets include net assets that are restricted for use either externally imposed by creditors, grantors, contributors, or laws and regulations of other governments or imposed by law through constitutional provisions or enabling legislation. The County had restricted net assets of \$1,043,476 as of December 31, 2005 as follows:

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 6 - NET ASSETS (CONTINUED)**

<u>Primary Government</u>	<u>Governmental Activities</u>
Restricted net assets:	
Debt service - Special assessment debt	\$ 172,886
Emergencies under TABOR	323,880
Trust for future projects	546,710
Total restricted net assets	<u>\$ 1,043,476</u>

**NOTE 7 - PENSION PLAN**

The County has adopted a multiple employer defined contribution pension plan administered by Colorado Counties Officials and Employees Retirement Association (CCOERA) which covers substantially all employees meeting the minimum eligibility requirements of 20 or more hours of work per week and one full year of continuous service. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees must match the employer contributions which may range from 3% to 6% of gross wages less overtime pay. An employee may contribute an additional 10% of eligible compensation after taxes or defer up to the lesser of \$8,500 or 25% of gross wages until retirement. Withdrawal from the Plan may occur only upon retirement, death, disability or termination of employment. Employees vest 100% in personal contributions and 20% for each year of employment in employer contributions. Unvested employer contributions forfeited at termination revert to the County.

Both the County and the employees contributed 4% of eligible gross wages to the Plan during 2005. During the year ended December 31, 2005, participants made additional voluntary contributions. Additionally, certain participants participated in the Voluntary Deferred Compensation Plan during 2005. Information regarding the pension plan contributions for 2005 is as follows:

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 7 - PENSION PLAN (CONTINUED)**

	<u>2005</u>	<u>2004</u>	<u>2003</u>
Total payroll	\$5,833,644	\$5,694,439	\$6,059,299
Base salary - eligible	4,721,004	4,597,654	4,599,218
County contribution	175,906	181,171	184,245
Employee contribution	176,255	181,171	184,245

**NOTE 8 - DEFERRED COMPENSATION PLAN**

The County has a deferred compensation plan created in accordance with Internal Revenue Code Section 457. This plan is also administered by CCOERA. Participation in the plan is optional for all employees. The plan allows the employees to defer a portion of their salary until future years.

**NOTE 9 - COMMITMENTS AND CONTINGENCIES**

**Operating Leases**

The County leases equipment under operating leases that expire through 2010. Total rental expense for the year ended December 31, 2005 was \$391,343. The future minimum annual rental commitments under these leases are as follows:

<u>Year ending December 31,</u>	<u>Minimum Lease Payments</u>
2006	\$ 376,583
2007	330,145
2008	306,545
2009	298,079
2010	107,948
	<u>\$1,419,300</u>

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 9 - COMMITMENTS AND CONTINGENCIES (CONTINUED)**

**Litigation**

The County has been named in various pending or threatened litigation, claims or assessments. The ultimate outcome/resolution of these matters is not known at this time. The County is monitoring the progress of these matters and has referred various matters to the County's insurance carrier for consultation and representation. Insurance could participate in defense, settlement and claims costs subject to the terms and conditions of the insuring agreements.

**NOTE 10 - TRANSFERS**

<b>Transfers Out</b>	<b>Transfers In</b>		
	<b>Road and Bridge Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total</b>
General Fund	\$ -	\$ 10,038	\$ 10,038
Building Authority - Capital	-	500,025	500,025
Nonmajor Governmental	580,000	-	580,000
Funds	-	372,654	372,654
	<u>\$ 580,000</u>	<u>\$ 882,717</u>	<u>\$ 1,462,717</u>

The transfer to the Chaparral Valley Capital Projects Fund from the General Fund of \$10,038 is to cover a debt service payment.

The transfer to the Elbert County Building Authority Debt Service Fund from the Elbert County Building Authority Capital Projects Fund of \$500,025 represents the establishment of a Reserve Fund.

The transfer to the Road and Bridge Fund from the Impact Fund of \$580,000 is to cover eligible expenses that can be paid from impact fees.

The net transfer of \$372,654 represents the transfers between nonmajor funds to appropriately place funds in the correct Debt Service Fund or Capital Projects Fund.

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 11 - RISK MANAGEMENT**

The County is exposed to various risks of loss related to torts, thefts of, damage to or destruction of assets; errors or omissions; injuries to employees, or acts of God. The County is one of several counties which are members of the Colorado Counties Casualty and Property Pool and the County Workers' Compensation Pool (Pools). The Pools are organizations created by intergovernmental agreement. The Colorado Counties Casualty and Property Pool provides general liability, automobile liability, property and auto physical damage to its members. The County Workers' Compensation Pool provides workers' compensation coverage to its members.

The County pays annual contributions to the Pools for its property and casualty insurance and its workers' compensation insurance. The County has a \$500 deductible per claim for its property and casualty insurance. The intergovernmental agreements which formed the Pools provides that the Pools will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pools will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year.

Each pool is managed by an independent risk manager/claims administrator who reports to the Pool Board of Directors. Each member's contribution to the respective pool is determined on factors including, but not limited to, the Pool's claim experience, premium costs, cost of administration and other operating expenses, the number of participants, the adequacy of both operating and reserve funds and other factors effecting the status of the Pool or an individual participant, and as approved by the Colorado Insurance Commissioner.

The County's contributions as a percentage of pool revenue are less than 3%.

The Pools provide the following types of coverage:

	<b>Self-Insured Retentions (Per Occurrence)</b>	<b>Excess Insurance Limits (Per Occurrence)</b>
Liability	\$ 250,000	\$ 3,000,000
Property	\$ 150,000	\$ 50,000,000
Workers' compensation	\$ 500,000	\$ 2,000,000

Settled claims have not exceeded coverage provided by the Pools in any of the past three fiscal years.

**ELBERT COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**December 31, 2005**

**NOTE 12 - TAX, SPENDING AND DEBT LIMITATIONS**

Article X, Section 20 of the Colorado Constitution, commonly known as the Taxpayer's Bill of Rights (TABOR) contains tax, spending, revenue and debt limitations which apply to the State of Colorado and all local governments.

Spending and revenue limits are determined based on the prior year's Fiscal Year Spending adjusted for allowable increases based upon inflation and local growth. Fiscal Year Spending is generally defined as expenditures plus reserve increases with certain exceptions. Revenue in excess of the Fiscal Year Spending limit must be refunded unless the voters approve retention of such revenue.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending (excluding bonded debt service). Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

The County's management believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of the provisions, including the interpretation of how to calculate Fiscal Year Spending limits will require judicial interpretation. Accordingly, the possibility exists that the County's interpretation of certain TABOR provisions may subsequently be determined to be incorrect. This could result in a potential refund of revenue unless voters approve retention of such revenue. The ultimate outcome of these matters cannot presently be determined and no provision for any liability for a refund of revenue has been made in the financial statements.

In November 1996, a majority of the County's electors authorized the County to retain or expend all revenue derived from building and other development related fees, exactions and permits; and revenues, cost reimbursements and grants from other governments during 1996 and each subsequent year without regard to any TABOR limitation or any other law provided, however, that no property tax mill levy shall be increased at any time, nor shall any new tax be imposed, without consent of the voters approving any such increase or new tax.

**NOTE 13 - RESTATEMENT OF NET ASSETS**

As of January 1, 2003, the County implemented the reporting requirements of the Governmental Accounting Standards Board GASB Statement No. 34. Subsequent to December 31, 2004, the County had identified the following as adjustments to Net Assets:

Balance previously presented	\$ 11,002,816
Recognition of assets fully depreciated	<u>(599,679)</u>
Restated Beginning Net Assets	<u>\$ 10,403,137</u>

This information is an integral part of the accompanying financial statements.

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**REQUIRED SUPPLEMENTARY INFORMATION**



**ELBERT COUNTY, COLORADO**  
**GENERAL FUND**  
**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - BUDGET AND ACTUAL**  
**Year Ended December 31, 2005**

	<b>Budget</b>	
	<b>Original</b>	<b>Final</b>
<b>REVENUE</b>		
Taxes	\$ 4,392,799	\$ 4,392,799
Licenses and permits	719,200	719,200
Intergovernmental	324,495	324,495
Charges for service	1,606,198	1,700,000
Net investment income	90,000	100,000
Miscellaneous	286,200	500,000
Total revenue	<u>7,418,892</u>	<u>7,736,494</u>
<b>EXPENDITURES</b>		
General government	4,164,556	4,479,684
Public safety	2,572,027	2,572,027
Public health and welfare	351,060	351,060
Culture and recreation	145,294	145,294
Auxiliary services	101,935	101,935
Capital outlay	-	-
Total expenditures	<u>7,334,872</u>	<u>7,650,000</u>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES</b>	<u>84,020</u>	<u>86,494</u>
<b>OTHER FINANCING SOURCES (USES)</b>		
Capital lease proceeds	-	-
Transfers out	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES</b>	84,020	86,494
<b>FUND BALANCE - BEGINNING OF YEAR</b>	49,589	58,122
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 133,609</u>	<u>\$ 144,616</u>

<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
\$ 4,843,300	\$ 450,501
946,936	227,736
410,637	86,142
1,440,743	(259,257)
143,142	43,142
475,849	(24,151)
<u>8,260,607</u>	<u>524,113</u>
3,707,152	772,532
3,122,295	(550,268)
341,314	9,746
156,886	(11,592)
95,813	6,122
185,000	(185,000)
<u>7,608,460</u>	<u>41,540</u>
<u>652,147</u>	<u>565,653</u>
185,000	185,000
<u>(10,038)</u>	<u>(10,038)</u>
<u>174,962</u>	<u>174,962</u>
827,109	740,615
58,122	-
<u>\$ 885,231</u>	<u>\$ 740,615</u>

**ELBERT COUNTY, COLORADO**  
**GENERAL FUND**  
**SCHEDULE OF REVENUE - BUDGET AND ACTUAL**  
**Year Ended December 31, 2005**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>REVENUE</b>				
Taxes				
Property taxes	\$ 3,734,799	\$ 3,734,799	\$ 3,979,926	\$ 245,127
Specific ownership taxes	650,000	650,000	857,500	207,500
Cigarette taxes	8,000	8,000	5,874	(2,126)
Total taxes	<u>4,392,799</u>	<u>4,392,799</u>	<u>4,843,300</u>	<u>450,501</u>
Licenses and permits				
Building and zoning fees	718,700	718,700	946,648	227,948
Liquor licenses	500	500	288	(212)
Total licenses and permits	<u>719,200</u>	<u>719,200</u>	<u>946,936</u>	<u>227,736</u>
Intergovernmental revenue				
VALE grant	30,000	30,000	27,123	(2,877)
EMC state	23,753	23,753	20,219	(3,534)
Law enforcement grant	2,600	2,600	-	(2,600)
Environmental health grant	15,000	15,000	47,339	32,339
Other intergovernmental revenue	253,142	253,142	315,956	62,814
Total intergovernmental revenue	<u>324,495</u>	<u>324,495</u>	<u>410,637</u>	<u>86,142</u>
Charges for services				
Assessor	2,500	2,500	2,801	301
Sheriff	53,800	53,800	239,673	185,873
Clerk	575,000	575,000	530,419	(44,581)
Treasurer	332,000	332,000	319,493	(12,507)
Nurse	142,198	142,198	190,074	47,876
Compactor fees	61,200	61,200	47,989	(13,211)
Energy impact dispatch	300,000	300,000	-	(300,000)
Public trustee fees	80,000	80,000	91,150	11,150
Miscellaneous fees	59,500	153,302	19,144	(134,158)
Total charges for services	<u>1,606,198</u>	<u>1,700,000</u>	<u>1,440,743</u>	<u>(259,257)</u>
Net investment income	<u>90,000</u>	<u>100,000</u>	<u>143,142</u>	<u>43,142</u>
Miscellaneous revenue				
DUI insurance	4,000	4,000	1,429	(2,571)
Fair receipts	6,000	6,000	30,984	24,984
Other	276,200	490,000	628,436	138,436
Total miscellaneous revenue	<u>286,200</u>	<u>500,000</u>	<u>660,849</u>	<u>160,849</u>
Total revenue	<u>\$ 7,418,892</u>	<u>\$ 7,736,494</u>	<u>\$ 8,445,607</u>	<u>\$ 709,113</u>

**ELBERT COUNTY, COLORADO**  
**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL**  
**Year Ended December 31, 2005**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>EXPENDITURES</b>				
General government				
Office of Commissioners	\$ 248,077	\$ 248,077	\$ 330,593	\$ (82,516)
Clerk of the Board	39,161	39,161	39,083	78
County attorney	98,000	98,000	116,523	(18,523)
Clerk and recorder	361,903	361,903	318,292	43,611
Clerk and recorder - Elections	74,400	74,400	48,570	25,830
County Treasurer	205,595	205,595	185,813	19,782
County Assessor	486,680	486,680	449,984	36,696
Maintenance of grounds and buildings	172,987	172,987	193,332	(20,345)
Central data processing	214,922	214,922	201,535	13,387
Other administration	1,609,551	1,924,679	1,167,085	757,594
Budget/payroll	73,779	73,779	86,929	(13,150)
District attorney	503,241	503,241	485,669	17,572
Compactor	76,260	76,260	83,744	(7,484)
Total general government	<u>4,164,556</u>	<u>4,479,684</u>	<u>3,707,152</u>	<u>772,532</u>
Public safety				
County sheriff	896,428	896,428	992,743	(96,315)
County jail	656,225	656,225	750,975	(94,750)
County coroner	73,070	73,070	67,480	5,590
Judicial center	35,000	35,000	56,369	(21,369)
Building inspection	238,732	238,732	199,471	39,261
Land use administration	209,507	209,507	249,015	(39,508)
Planning commission	9,400	9,400	5,581	3,819
Emergency communications and operations	453,665	453,665	800,661	(346,996)
Total public safety	<u>2,572,027</u>	<u>2,572,027</u>	<u>3,122,295</u>	<u>(550,268)</u>
Public health and welfare	<u>351,060</u>	<u>351,060</u>	<u>341,314</u>	<u>9,746</u>
Culture and recreation	<u>145,294</u>	<u>145,294</u>	<u>156,886</u>	<u>(11,592)</u>
Auxiliary services				
Extension office	<u>101,935</u>	<u>101,935</u>	<u>95,813</u>	<u>6,122</u>
Capital outlay	<u>-</u>	<u>-</u>	<u>185,000</u>	<u>(185,000)</u>
Total expenditures	<u>\$ 7,334,872</u>	<u>\$ 7,650,000</u>	<u>\$ 7,608,460</u>	<u>\$ 41,540</u>

**ELBERT COUNTY, COLORADO**  
**ROAD AND BRIDGE FUND**  
**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - BUDGET AND ACTUAL**  
**Year Ended December 31, 2005**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUE</b>				
Taxes	\$ 2,591,987	\$ 2,591,987	\$ 2,600,697	\$ 8,710
Intergovernmental	1,736,961	1,736,961	1,629,712	(107,249)
Miscellaneous	1,092,800	1,300,000	484,238	(815,762)
Total revenue	<u>5,421,748</u>	<u>5,628,948</u>	<u>4,714,647</u>	<u>(914,301)</u>
<b>EXPENDITURES</b>				
General government	4,776,951	4,959,845	63,660	4,896,185
Public works	-	-	4,496,664	(4,496,664)
Debt service	640,155	640,155	579,495	60,660
Capital outlay	-	550,000	944,348	(394,348)
Total expenditures	<u>5,417,106</u>	<u>6,150,000</u>	<u>6,084,167</u>	<u>65,833</u>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES</b>	<u>4,642</u>	<u>(521,052)</u>	<u>(1,369,520)</u>	<u>(848,468)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Capital lease proceeds	-	600,000	589,848	(10,152)
Transfers in	-	-	580,000	580,000
Total other financing sources (uses)	<u>-</u>	<u>600,000</u>	<u>1,169,848</u>	<u>569,848</u>
<b>EXCESS (DEFICIENCY) OF REVENUE (UNDER) EXPENDITURES AND OTHER FINANCING (USES)</b>	<u>4,642</u>	<u>78,948</u>	<u>(199,672)</u>	<u>(278,620)</u>
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>65,697</u>	<u>65,697</u>	<u>486,853</u>	<u>421,156</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 70,339</u>	<u>\$ 144,645</u>	<u>\$ 287,181</u>	<u>\$ 142,536</u>

**ELBERT COUNTY, COLORADO**  
**SOCIAL SERVICES FUND**  
**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - BUDGET AND ACTUAL**  
**Year Ended December 31, 2005**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUE</b>				
Taxes	\$ 142,815	\$ 142,815	\$ 139,124	\$ (3,691)
Intergovernmental	438,052	438,052	574,740	136,688
Miscellaneous	1,603,182	2,100,000	-	(2,100,000)
Total revenue	<u>2,184,049</u>	<u>2,680,867</u>	<u>713,864</u>	<u>(1,967,003)</u>
<b>EXPENDITURES</b>				
Public health and welfare	<u>2,508,151</u>	<u>3,072,896</u>	<u>832,010</u>	<u>2,240,886</u>
Total expenditures	<u>2,508,151</u>	<u>3,072,896</u>	<u>832,010</u>	<u>2,240,886</u>
<b>EXCESS OF REVENUE OVER (UNDER) EXPENDITURES</b>	(324,102)	(392,029)	(118,146)	273,883
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>1,099,928</u>	<u>583,068</u>	<u>583,068</u>	<u>-</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 775,826</u>	<u>\$ 191,039</u>	<u>\$ 464,922</u>	<u>\$ 273,883</u>

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**SUPPLEMENTAL INFORMATION**



**ELBERT COUNTY, COLORADO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**December 31, 2005**

	<b>Special Revenue Funds</b>	<b>Debt Service Funds</b>
<b>ASSETS</b>		
Cash and investments with Treasurer	\$ 2,486,250	\$ -
Cash and investments with Treasurer - Restricted	-	672,911
Accounts receivable - County Treasurer	11,567	482
Assessment receivable	-	373,000
Property taxes receivable	171,340	97,500
<b>TOTAL ASSETS</b>	<b>\$ 2,669,157</b>	<b>\$ 1,143,893</b>
<b>LIABILITIES AND FUND BALANCE</b>		
<b>LIABILITIES</b>		
Warrants payable	\$ 38,492	\$ -
Deferred property tax revenue	171,340	470,500
Total liabilities	209,832	470,500
<b>FUND BALANCE</b>		
Reserved	870,590	673,393
Unreserved:		
Designated for subsequent year's expenditures	90,492	-
Undesignated	1,498,243	-
Total fund balance	2,459,325	673,393
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 2,669,157</b>	<b>\$ 1,143,893</b>

<b>Capital Projects Fund</b>	<b>Total Nonmajor Governmental Funds</b>
\$ 93,403	\$ 2,579,653
31,280	704,191
-	12,049
-	373,000
-	268,840
<u>\$ 124,683</u>	<u>\$ 3,937,733</u>

\$ -	\$ 38,492
-	641,840
<u>-</u>	<u>680,332</u>

124,683	1,668,666
-	90,492
-	1,498,243
<u>124,683</u>	<u>3,257,401</u>
<u>\$ 124,683</u>	<u>\$ 3,937,733</u>

**ELBERT COUNTY, COLORADO**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**Year Ended December 31, 2005**

	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>
<b>REVENUE</b>		
Taxes	\$ 191,108	\$ -
Special assessments	-	43,783
Intergovernmental	120,680	-
Charges for services	833,621	-
Net investment income	58,954	482
Miscellaneous	19,483	81
Total revenue	<u>1,223,846</u>	<u>44,346</u>
<b>EXPENDITURES</b>		
General government	238,176	1,331
Public works	-	-
Culture and recreation	4,051	-
Debt service	-	214,350
Issuance costs	-	24,467
Total expenditures	<u>242,227</u>	<u>240,148</u>
<b>EXCESS OF REVENUE OVER (UNDER) EXPENDITURES</b>	<u>981,619</u>	<u>(195,802)</u>
<b>OTHER FINANCING SOURCES (USES)</b>		
Bond proceeds	-	345,000
Transfers in	-	579,106
Transfers (out)	(580,000)	(303,611)
Total other financing sources (uses)	<u>(580,000)</u>	<u>620,495</u>
<b>EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)</b>	401,619	424,693
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>2,057,706</u>	<u>248,700</u>
<b>FUND BALANCE - END OF YEAR</b>	<u><u>\$ 2,459,325</u></u>	<u><u>\$ 673,393</u></u>

<b>Capital Projects Fund</b>	<b>Total Nonmajor Governmental Funds</b>
\$ 1,512	\$ 192,620
-	43,783
-	120,680
-	833,621
3,813	63,249
-	19,564
<u>5,325</u>	<u>1,273,517</u>
45	239,552
784,054	784,054
-	4,051
-	214,350
-	24,467
<u>784,099</u>	<u>1,266,474</u>
<u>(778,774)</u>	<u>7,043</u>
-	345,000
303,611	882,717
(69,043)	(952,654)
<u>234,568</u>	<u>275,063</u>
(544,206)	282,106
<u>668,889</u>	<u>2,975,295</u>
<u>\$ 124,683</u>	<u>\$ 3,257,401</u>

**ELBERT COUNTY, COLORADO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS**  
**December 31, 2005**

	<u>Contingency</u>	<u>Retirement</u>
<b>ASSETS</b>		
Cash and investments with Treasurer	\$ 323,880	\$ 120,545
Accounts receivable	-	2,454
Property taxes receivable	-	171,340
<b>TOTAL ASSETS</b>	<u>\$ 323,880</u>	<u>\$ 294,339</u>
 <b>LIABILITIES AND FUND BALANCE</b>		
<b>LIABILITIES</b>		
Warrants payable	\$ -	\$ 17,342
Deferred property tax revenue	-	171,340
Total liabilities	<u>-</u>	<u>188,682</u>
 <b>FUND BALANCE</b>		
Reserved	323,880	-
Unreserved:		
Designated for subsequent year's expenditures	-	90,492
Undesignated	-	15,165
Total fund balance	<u>323,880</u>	<u>105,657</u>
 <b>TOTAL LIABILITIES AND FUND BALANCE</b>	 <u>\$ 323,880</u>	 <u>\$ 294,339</u>

<b>Conservation Trust</b>	<b>Impact Assistance</b>	<b>Total</b>
\$ 546,710	\$ 1,495,115	\$ 2,486,250
-	9,113	11,567
-	-	171,340
<u>\$ 546,710</u>	<u>\$ 1,504,228</u>	<u>\$ 2,669,157</u>

\$ -	\$ 21,150	\$ 38,492
-	-	171,340
<u>-</u>	<u>21,150</u>	<u>209,832</u>

546,710	-	870,590
-	-	90,492
-	1,483,078	1,498,243
<u>546,710</u>	<u>1,483,078</u>	<u>2,459,325</u>

<u>\$ 546,710</u>	<u>\$ 1,504,228</u>	<u>\$ 2,669,157</u>
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**ELBERT COUNTY, COLORADO**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS**  
**Year Ended December 31, 2005**

	<u>Contingency</u>	<u>Retirement</u>
<b>REVENUE</b>		
Taxes	\$ -	\$ 191,108
Intergovernmental	-	-
Charges for services	-	-
Net investment income	-	618
Miscellaneous	-	19,483
Total revenue	<u>-</u>	<u>211,209</u>
<b>EXPENDITURES</b>		
General government	-	180,712
Culture and recreation	-	-
Total expenditures	<u>-</u>	<u>180,712</u>
<b>EXCESS OF REVENUE</b>		
<b>OVER (UNDER) EXPENDITURES</b>	-	30,497
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfer to Road and Bridge	<u>-</u>	<u>-</u>
<b>EXCESS OF REVENUE OVER (UNDER)</b>		
<b>EXPENDITURES AND OTHER FINANCING</b>		
<b>SOURCES (USES)</b>	-	30,497
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>323,880</u>	<u>75,160</u>
<b>FUND BALANCE - END OF YEAR</b>	<u><u>\$ 323,880</u></u>	<u><u>\$ 105,657</u></u>

<b>Conservation Trust</b>	<b>Impact Assistance</b>	<b>Total</b>
\$ -	\$ -	\$ 191,108
120,680	-	120,680
-	833,621	833,621
17,204	41,132	58,954
-	-	19,483
<u>137,884</u>	<u>874,753</u>	<u>1,223,846</u>
-	57,464	238,176
4,051	-	4,051
<u>4,051</u>	<u>57,464</u>	<u>242,227</u>
133,833	817,289	981,619
<u>-</u>	<u>(580,000)</u>	<u>(580,000)</u>
133,833	237,289	401,619
<u>412,877</u>	<u>1,245,789</u>	<u>2,057,706</u>
<u>\$ 546,710</u>	<u>\$ 1,483,078</u>	<u>\$ 2,459,325</u>



**ELBERT COUNTY, COLORADO**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - BUDGET AND ACTUAL**  
**NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS**  
**Year Ended December 31, 2005**

	Contingency		
	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>REVENUE</b>			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	-	-	-
Charges for services	-	-	-
Net investment income	-	-	-
Miscellaneous	-	-	-
Total revenue	-	-	-
<b>EXPENDITURES</b>			
General government	323,880	-	323,880
Total expenditures	323,880	-	323,880
<b>EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES</b>	(323,880)	-	323,880
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfer to Road and Bridge	-	-	-
<b>EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)</b>	(323,880)	-	323,880
<b>FUND BALANCE - BEGINNING OF YEAR</b>	323,880	323,880	-
<b>FUND BALANCE - END OF YEAR</b>	\$ -	\$ 323,880	\$ 323,880

Retirement		
Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 178,006	\$ 191,108	\$ 13,102
-	-	-
-	-	-
-	618	618
10,000	19,483	9,483
<u>188,006</u>	<u>211,209</u>	<u>23,203</u>
264,171	180,712	83,459
<u>264,171</u>	<u>180,712</u>	<u>83,459</u>
(76,165)	30,497	106,662
-	-	-
(76,165)	30,497	106,662
76,165	75,160	(1,005)
<u>\$ -</u>	<u>\$ 105,657</u>	<u>\$ 105,657</u>

(Continued)

**ELBERT COUNTY, COLORADO**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - BUDGET AND ACTUAL**  
**NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS**  
**Year Ended December 31, 2005**  
(Continued)

	<b>Conservation Trust</b>		
	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>REVENUE</b>			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	95,000	120,680	25,680
Charges for services	-	-	-
Net investment income	-	17,204	17,204
Miscellaneous	-	-	-
Total revenue	<u>95,000</u>	<u>137,884</u>	<u>42,884</u>
<b>EXPENDITURES</b>			
General government	<u>492,609</u>	<u>4,051</u>	<u>488,558</u>
Total expenditures	<u>492,609</u>	<u>4,051</u>	<u>488,558</u>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES</b>	(397,609)	133,833	531,442
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfer to Road and Bridge	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)</b>	(397,609)	133,833	531,442
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>397,609</u>	<u>412,877</u>	<u>15,268</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ -</u>	<u>\$ 546,710</u>	<u>\$ 546,710</u>

Impact Assistance		
Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ -	\$ -	\$ -
-	-	-
250,000	833,621	583,621
-	41,132	41,132
-	-	-
<u>250,000</u>	<u>874,753</u>	<u>624,753</u>
<u>1,456,232</u>	<u>57,464</u>	<u>1,398,768</u>
<u>1,456,232</u>	<u>57,464</u>	<u>1,398,768</u>
(1,206,232)	817,289	2,023,521
-	(580,000)	(580,000)
(1,206,232)	237,289	1,443,521
<u>1,206,232</u>	<u>1,245,789</u>	<u>39,557</u>
<u>\$ -</u>	<u>\$ 1,483,078</u>	<u>\$ 1,483,078</u>

**ELBERT COUNTY, COLORADO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS**  
**December 31, 2005**

	<u>Amanda Pines Estates</u>	<u>Rolling Hills</u>	<u>Chaparral Valley</u>
<b>ASSETS</b>			
Cash and investments with Treasurer	\$ 45,368	\$ 86,389	\$ -
Accrued interest receivable	-	-	-
Assessment receivable	41,000	89,000	243,000
Property tax receivable	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL ASSETS</b>	<u>\$ 86,368</u>	<u>\$ 175,389</u>	<u>\$ 243,000</u>
<b>LIABILITIES AND FUND BALANCE</b>			
<b>LIABILITIES</b>			
Deferred revenue	\$ 41,000	\$ 89,000	\$ 243,000
Total liabilities	<u>41,000</u>	<u>89,000</u>	<u>243,000</u>
<b>FUND BALANCE</b>			
Reserved	45,368	86,389	-
Total fund balance	<u>45,368</u>	<u>86,389</u>	<u>-</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 86,368</u>	<u>\$ 175,389</u>	<u>\$ 243,000</u>

<b>Meadows Station</b>	<b>Foxwood Estates</b>	<b>Building Authority</b>	<b>Total</b>
\$ 40,193	\$ 936	\$ 500,025	\$ 672,911
-	-	482	482
-	-	-	373,000
<u>56,000</u>	<u>41,500</u>	<u>-</u>	<u>97,500</u>
<u><u>\$ 96,193</u></u>	<u><u>\$ 42,436</u></u>	<u><u>\$ 500,507</u></u>	<u><u>\$ 1,143,893</u></u>
<u>\$ 56,000</u>	<u>\$ 41,500</u>	<u>\$ -</u>	<u>\$ 470,500</u>
<u>56,000</u>	<u>41,500</u>	<u>-</u>	<u>470,500</u>
<u>40,193</u>	<u>936</u>	<u>500,507</u>	<u>673,393</u>
<u>40,193</u>	<u>936</u>	<u>500,507</u>	<u>673,393</u>
<u><u>\$ 96,193</u></u>	<u><u>\$ 42,436</u></u>	<u><u>\$ 500,507</u></u>	<u><u>\$ 1,143,893</u></u>

**ELBERT COUNTY, COLORADO**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS**  
**Year Ended December 31, 2005**

	<u>Amanda Pines Estates</u>	<u>Rolling Hills</u>	<u>Chaparral Valley</u>
<b>REVENUE</b>			
Special assessments	\$ 17,993	\$ 12,994	\$ 12,796
Net investment income	-	-	-
Miscellaneous	29	-	52
Total revenue	<u>18,022</u>	<u>12,994</u>	<u>12,848</u>
<b>EXPENDITURES</b>			
General government	556	390	385
Debt service	47,395	10,969	111,150
Issuance costs	-	-	-
Total expenditures	<u>47,951</u>	<u>11,359</u>	<u>111,535</u>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES</b>	<u>(29,929)</u>	<u>1,635</u>	<u>(98,687)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Bond proceeds	-	-	-
Transfers in	-	-	10,038
Transfers (out)	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>10,038</u>
<b>EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)</b>	(29,929)	1,635	(88,649)
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>75,297</u>	<u>84,754</u>	<u>88,649</u>
<b>FUND BALANCE - END OF YEAR</b>	<u><u>\$ 45,368</u></u>	<u><u>\$ 86,389</u></u>	<u><u>\$ -</u></u>

<u>Meadows Station</u>	<u>Foxwood Estates</u>	<u>Building Authority</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 43,783
-	-	482	482
-	-	-	81
<u>-</u>	<u>-</u>	<u>482</u>	<u>44,346</u>
-	-	-	1,331
28,850	15,986	-	214,350
-	24,467	-	24,467
<u>28,850</u>	<u>40,453</u>	<u>-</u>	<u>240,148</u>
<u>(28,850)</u>	<u>(40,453)</u>	<u>482</u>	<u>(195,802)</u>
-	345,000	-	345,000
69,043	-	500,025	579,106
-	(303,611)	-	(303,611)
<u>69,043</u>	<u>41,389</u>	<u>500,025</u>	<u>620,495</u>
40,193	936	500,507	424,693
<u>-</u>	<u>-</u>	<u>-</u>	<u>248,700</u>
<u>\$ 40,193</u>	<u>\$ 936</u>	<u>\$ 500,507</u>	<u>\$ 673,393</u>



**ELBERT COUNTY, COLORADO**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - BUDGET AND ACTUAL**  
**NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS**  
**Year Ended December 31, 2005**

	<b>Amanda Pines Estates</b>			<b>Variance with</b>
	<b>Original</b>	<b>Final</b>		<b>Final Budget</b>
	<b>Budget</b>	<b>Budget</b>	<b>Actual</b>	<b>Positive</b>
				<b>(Negative)</b>
<b>REVENUE</b>				
Special assessments	\$ 19,000	\$ 19,000	\$ 17,993	\$ (1,007)
Miscellaneous	-	-	29	29
Total revenue	<u>19,000</u>	<u>19,000</u>	<u>18,022</u>	<u>(978)</u>
<b>EXPENDITURES</b>				
General government	750	750	556	194
Debt service	<u>93,546</u>	<u>91,060</u>	<u>47,395</u>	<u>43,665</u>
Total expenditures	<u>94,296</u>	<u>91,810</u>	<u>47,951</u>	<u>43,859</u>
<b>EXCESS OF REVENUE OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<u>(75,296)</u>	<u>(72,810)</u>	<u>(29,929)</u>	<u>42,881</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXCESS OF REVENUE OVER (UNDER)</b>				
<b>EXPENDITURES AND OTHER</b>				
<b>FINANCING SOURCES (USES)</b>	<u>(75,296)</u>	<u>(72,810)</u>	<u>(29,929)</u>	<u>42,881</u>
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>75,296</u>	<u>75,296</u>	<u>75,297</u>	<u>1</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ -</u>	<u>\$ 2,486</u>	<u>\$ 45,368</u>	<u>\$ 42,882</u>

Rolling Hills			Chaparral Valley			
Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 13,500	\$ 12,994	\$ (506)	\$ 19,400	\$ 31,359	\$ 12,796	\$ (18,563)
-	-	-	-	435,000	52	(434,948)
13,500	12,994	(506)	19,400	466,359	12,848	(453,511)
610	390	220	860	-	385	(385)
97,887	10,969	86,918	107,181	555,000	111,150	443,850
98,497	11,359	87,138	108,041	555,000	111,535	443,465
(84,997)	1,635	86,632	(88,641)	(88,641)	(98,687)	(10,046)
-	-	-	-	-	10,038	10,038
-	-	-	-	-	10,038	10,038
(84,997)	1,635	86,632	(88,641)	(88,641)	(88,649)	(8)
84,997	84,754	(243)	88,641	88,641	88,649	8
\$ -	\$ 86,389	\$ 86,389	\$ -	\$ -	\$ -	\$ -

(Continued)

**ELBERT COUNTY, COLORADO**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - BUDGET AND ACTUAL**  
**NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS**  
**Year Ended December 31, 2005**  
(Continued)

	<b>Meadows Station</b>			<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	<b>Final Budget</b>
	<b>Budget</b>	<b>Budget</b>		<b>Positive</b>
				<b>(Negative)</b>
<b>REVENUE</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Net investment income	-	-	-	-
Miscellaneous	-	-	-	-
Total revenue	-	-	-	-
<b>EXPENDITURES</b>				
General government	-	-	-	-
Public works	-	-	-	-
Debt service	-	120,000	28,850	91,150
Issuance costs	-	-	-	-
Total expenditures	-	120,000	28,850	91,150
<b>EXCESS OF REVENUE OVER (UNDER)</b>				
<b>EXPENDITURES</b>	-	(120,000)	(28,850)	91,150
<b>OTHER FINANCING SOURCES (USES)</b>				
Bond proceeds	-	-	-	-
Transfers in	-	120,000	69,043	(50,957)
Transfers (out)	-	-	-	-
Total other financing sources (uses)	-	120,000	69,043	(50,957)
<b>EXCESS OF REVENUE OVER (UNDER)</b>				
<b>EXPENDITURES AND OTHER</b>	-	-	40,193	40,193
<b>FINANCING SOURCES (USES)</b>				
<b>FUND BALANCE - BEGINNING OF YEAR</b>	-	-	-	-
<b>FUND BALANCE - END OF YEAR</b>	\$ -	\$ -	\$ 40,193	\$ 40,193

Foxwood Estates				Building Authority			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	482	482
-	-	-	-	-	-	-	-
-	-	-	-	-	-	482	482
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	16,000	15,986	14	-	-	-	-
-	25,000	24,467	533	-	-	-	-
-	41,000	40,453	547	-	-	-	-
-	(41,000)	(40,453)	547	-	-	482	482
-	350,000	345,000	(5,000)	-	5,200,000	-	(5,200,000)
-	-	-	-	-	-	500,025	500,025
-	(309,000)	(303,611)	5,389	-	(5,200,000)	-	5,200,000
-	41,000	41,389	389	-	-	500,025	500,025
-	-	936	936	-	-	500,507	500,507
-	-	-	-	-	-	-	-
\$ -	\$ -	\$ 936	\$ 936	\$ -	\$ -	\$ 500,507	\$ 500,507

**ELBERT COUNTY, COLORADO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUNDS**  
**December 31, 2005**

	<u>Capital Improvement</u>	<u>Meadows Station</u>	<u>Foxwood Estates</u>	<u>Total</u>
<b>ASSETS</b>				
Cash and investments with Treasurer	\$ 93,403	\$ -	\$ -	\$ 93,403
Cash and investments with Treasurer - Restricted	<u>-</u>	<u>-</u>	<u>31,280</u>	<u>31,280</u>
<b>TOTAL ASSETS</b>	<u>\$ 93,403</u>	<u>\$ -</u>	<u>\$ 31,280</u>	<u>\$ 124,683</u>
<b>LIABILITIES AND FUND BALANCE</b>				
<b>LIABILITIES</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>FUND BALANCE</b>				
Reserved	<u>93,403</u>	<u>-</u>	<u>31,280</u>	<u>124,683</u>
Total fund balance	<u>93,403</u>	<u>-</u>	<u>31,280</u>	<u>124,683</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 93,403</u>	<u>\$ -</u>	<u>\$ 31,280</u>	<u>\$ 124,683</u>

**ELBERT COUNTY, COLORADO**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUNDS**  
**Year Ended December 31, 2005**

	<u>Capital Improvements</u>	<u>Meadows Station</u>	<u>Foxwood Estates</u>	<u>Total</u>
<b>REVENUE</b>				
Taxes	\$ 1,512	\$ -	\$ -	\$ 1,512
Interest	-	-	3,813	3,813
Total revenue	<u>1,512</u>	<u>-</u>	<u>3,813</u>	<u>5,325</u>
<b>EXPENDITURES</b>				
General government	45	-	-	45
Public works	-	507,910	276,144	784,054
Total expenditures	<u>45</u>	<u>507,910</u>	<u>276,144</u>	<u>784,099</u>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES</b>	<u>1,467</u>	<u>(507,910)</u>	<u>(272,331)</u>	<u>(778,774)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	303,611	303,611
Transfers (out)	-	(69,043)	-	(69,043)
Total other financing sources (uses)	<u>-</u>	<u>(69,043)</u>	<u>303,611</u>	<u>234,568</u>
<b>EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)</b>	<u>1,467</u>	<u>(576,953)</u>	<u>31,280</u>	<u>(544,206)</u>
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>91,936</u>	<u>576,953</u>	<u>-</u>	<u>668,889</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 93,403</u>	<u>\$ -</u>	<u>\$ 31,280</u>	<u>\$ 124,683</u>

**ELBERT COUNTY, COLORADO**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - BUDGET AND ACTUAL**  
**NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUNDS**  
**Year Ended December 31, 2005**

	<b>Capital Improvements</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	
<b>REVENUE</b>				
Taxes	\$ -	\$ -	\$ 1,512	\$ 1,512
Total revenue	-	-	1,512	1,512
<b>EXPENDITURES</b>				
General government	-	5,000	45	4,955
Total expenditures	-	5,000	45	4,955
<b>EXCESS OF REVENUE OVER (UNDER) EXPENDITURES</b>	-	(5,000)	1,467	6,467
<b>FUND BALANCE - BEGINNING OF YEAR</b>	-	5,000	91,936	86,936
<b>FUND BALANCE - END OF YEAR</b>	\$ -	\$ -	\$ 93,403	\$ 93,403

**ELBERT COUNTY, COLORADO**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - BUDGET AND ACTUAL**  
**NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUNDS**  
**Year Ended December 31, 2005**

	<b>Meadows Station</b>			<b>Variance with</b>
	<b>Original</b>	<b>Final</b>		<b>Final Budget</b>
	<b>Budget</b>	<b>Budget</b>	<b>Actual</b>	<b>Positive</b>
				<b>(Negative)</b>
<b>REVENUE</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>EXPENDITURES</b>				
Public works	<u>-</u>	<u>580,000</u>	<u>507,910</u>	<u>72,090</u>
Total expenditures	<u>-</u>	<u>580,000</u>	<u>507,910</u>	<u>72,090</u>
<b>EXCESS (DEFICIENCY) OF REVENUE</b>				
<b>OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>(580,000)</u>	<u>(507,910)</u>	<u>72,090</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (out)	<u>-</u>	<u>-</u>	<u>(69,043)</u>	<u>(69,043)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(69,043)</u>	<u>(69,043)</u>
<b>EXCESS OF REVENUE OVER (UNDER)</b>				
<b>EXPENDITURES AND OTHER</b>				
<b>FINANCING SOURCES (USES)</b>	<u>-</u>	<u>(580,000)</u>	<u>(576,953)</u>	<u>3,047</u>
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>-</u>	<u>580,000</u>	<u>576,953</u>	<u>(3,047)</u>
<b>FUND BALANCE - END OF YEAR</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>



**ELBERT COUNTY, COLORADO**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - BUDGET AND ACTUAL**  
**NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUNDS**  
**Year Ended December 31, 2005**

	<b>Foxwood Estates</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Original Budget</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	
<b>REVENUE</b>				
Interest	\$ -	\$ 3,813	\$ 3,813	\$ -
Total revenue	-	3,813	3,813	-
<b>EXPENDITURES</b>				
Public works	-	280,000	276,144	3,856
Total expenditures	-	280,000	276,144	3,856
<b>EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES</b>	-	(276,187)	(272,331)	3,856
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	303,644	303,611	(33)
Total other financing sources (uses)	-	303,644	303,611	(33)
<b>EXCESS OF REVENUE OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)</b>	-	27,457	31,280	3,823
<b>FUND BALANCE - BEGINNING OF YEAR</b>	-	-	-	-
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ -</u>	<u>\$ 27,457</u>	<u>\$ 31,280</u>	<u>\$ 3,823</u>

**ELBERT COUNTY, COLORADO**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - BUDGET AND ACTUAL**  
**NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUNDS**  
**Year Ended December 31, 2005**

	<b>Elbert County Building Authority</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	
<b>REVENUE</b>				
Interest	\$ -	\$ -	\$ 4,446	\$ 4,446
<b>EXPENDITURES</b>				
Public works	-	5,200,000	-	5,200,000
Issuance fees	-	-	188,243	(188,243)
Total expenditures	-	5,200,000	188,243	5,011,757
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES</b>	-	(5,200,000)	(183,797)	5,016,203
<b>OTHER FINANCING SOURCES (USES)</b>				
Certificates of Participation proceeds	-	5,295,000	5,295,000	-
Transfers (out)	-	-	(500,025)	(500,025)
Total other financing sources (uses)	-	5,295,000	4,794,975	(500,025)
<b>EXCESS OF REVENUE OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES)</b>	-	95,000	4,611,178	4,516,178
<b>FUND BALANCE - BEGINNING OF YEAR</b>	-	-	-	-
<b>FUND BALANCE - END OF YEAR</b>	\$ -	\$ 95,000	\$ 4,611,178	\$ 4,516,178

**ELBERT COUNTY, COLORADO**  
**AGENCY FUNDS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**FIDUCIARY FUNDS**  
**Year Ended December 31, 2005**

	<b>Balance January 1, 2005</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance December 31, 2005</b>
<b>ASSETS</b>				
Cash - Treasurer	\$ 1,288,751	\$ 23,000,846	\$ (23,133,359)	\$ 1,156,238
Cash - Public Trustee	55,635	1,801,070	(1,822,031)	34,674
<b>TOTAL ASSETS</b>	<u>\$ 1,344,386</u>	<u>\$ 24,801,916</u>	<u>\$ (24,955,390)</u>	<u>\$ 1,190,912</u>
<b>LIABILITIES</b>				
Due to other governments	\$ 1,278,251	\$ 22,998,846	\$ (23,133,359)	\$ 1,143,738
Other liabilities	10,500	2,000	-	12,500
Escrow deposits held by Public Trustee	55,635	1,801,070	(1,822,031)	34,674
<b>TOTAL LIABILITIES</b>	<u>\$ 1,344,386</u>	<u>\$ 24,801,916</u>	<u>\$ (24,955,390)</u>	<u>\$ 1,190,912</u>

## **OTHER SCHEDULES**

**ELBERT COUNTY, COLORADO**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**  
**December 31, 2005**

Principal and Interest Due in the Year Ending December 31,	<p style="text-align: center;"><b>\$211,274</b>  <b>Capital Lease Dated August 22, 2003</b>  <b>with Principal and Interest of 2.40%</b>  <b>Due Quarterly on February 22, May 22,</b>  <b>August 22 and November 22</b></p>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2006	\$ 54,249	\$ 652	\$ 54,901
2007	-	-	-
2008	-	-	-
2009	-	-	-
2010	-	-	-
2011	-	-	-
2012	-	-	-
2013	-	-	-
2014	-	-	-
2015	-	-	-
2016	-	-	-
2017	-	-	-
2018	-	-	-
2019	-	-	-
2020	-	-	-
2021	-	-	-
2022	-	-	-
2023	-	-	-
2024	-	-	-
2025	-	-	-
2026	-	-	-
2027	-	-	-
2028	-	-	-
2029	-	-	-
Totals	<u>\$ 54,249</u>	<u>\$ 652</u>	<u>\$ 54,901</u>

[illegible]

**ELBERT COUNTY, COLORADO**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**  
**December 31, 2005**  
(Continued)

Principal and Interest Due in the Year Ending December 31,	<p style="text-align: center;"><b>\$199,750</b>  <b>Capital Lease Dated August 9, 2005</b>  <b>with Principal and Interest of 4.75%</b>  <b>Due Quarterly on February 9, May 9</b>  <b>August 9 and November 9</b></p>		
	Principal	Interest	Total
2006	\$ 64,226	\$ 6,769	\$ 70,995
2007	67,331	3,664	70,995
2008	34,874	623	35,497
2009	-	-	-
2010	-	-	-
2011	-	-	-
2012	-	-	-
2013	-	-	-
2014	-	-	-
2015	-	-	-
2016	-	-	-
2017	-	-	-
2018	-	-	-
2019	-	-	-
2020	-	-	-
2021	-	-	-
2022	-	-	-
2023	-	-	-
2024	-	-	-
2025	-	-	-
2026	-	-	-
2027	-	-	-
2028	-	-	-
2029	-	-	-
Totals	<u>\$ 166,431</u>	<u>\$ 11,056</u>	<u>\$ 177,487</u>

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**ELBERT COUNTY, COLORADO**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**  
**December 31, 2005**  
(Continued)

**\$175,000**  
**Rolling Hills Acres Local Improvement**  
**District Special Assessment Bonds,**  
**Series 2002 Dated April 24, 2002**  
**with Principal and Interest of 6.125%**  
**Due Annually on July 1**

<b>Principal and Interest Due in the Year Ending December 31,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2006	\$ 36,282	\$ 9,641	\$ 45,923
2007	19,825	8,496	28,321
2008	21,039	7,282	28,321
2009	22,327	5,994	28,321
2010	23,695	4,626	28,321
2011	25,146	3,175	28,321
2012	26,686	1,634	28,320
2013	-	-	-
2014	-	-	-
2015	-	-	-
2016	-	-	-
2017	-	-	-
2018	-	-	-
2019	-	-	-
2020	-	-	-
2021	-	-	-
2022	-	-	-
2023	-	-	-
2024	-	-	-
2025	-	-	-
2026	-	-	-
2027	-	-	-
2028	-	-	-
2029	-	-	-
Totals	<u>\$ 175,000</u>	<u>\$ 40,848</u>	<u>\$ 215,848</u>

<b>\$350,000</b> <b>Chaparral Valley 2 Local Improvement</b> <b>District Special Assessment Bonds,</b> <b>Series 2003 Dated January 10, 2003</b> <b>with Principal and Interest of 6.00%</b> <b>Due Annually on July 1</b>			<b>\$625,000 Meadows Station</b> <b>Subdivision Public Improvement</b> <b>District General Obligation Bonds,</b> <b>Series 2004 Dated December 23, 2004</b> <b>with Principal and Variable Interest of</b> <b>3.15% - 5.25% Due Semi-</b> <b>Annually on June 1 and December 1</b>		
<b>Principal</b>	<b>Interest</b>	<b>Total</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
\$ -	\$ 15,600	\$ 15,600	\$ 20,000	\$ 28,700	\$ 48,700
-	15,600	15,600	25,000	28,070	53,070
-	15,600	15,600	25,000	27,257	52,257
-	15,600	15,600	25,000	26,407	51,407
-	15,600	15,600	25,000	25,495	50,495
-	15,600	15,600	25,000	24,520	49,520
-	15,600	15,600	25,000	23,495	48,495
-	15,600	15,600	30,000	22,432	52,432
-	15,600	15,600	30,000	21,112	51,112
-	15,600	15,600	30,000	19,762	49,762
-	15,600	15,600	35,000	18,382	53,382
-	15,600	15,600	35,000	16,738	51,738
-	15,600	15,600	35,000	15,058	50,058
-	15,600	15,600	40,000	13,343	53,343
-	15,600	15,600	40,000	11,343	51,343
-	15,600	15,600	40,000	9,323	49,323
260,000	15,600	275,600	45,000	7,283	52,283
-	-	-	45,000	4,965	49,965
-	-	-	50,000	2,625	52,625
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 260,000</u>	<u>\$ 265,200</u>	<u>\$ 525,200</u>	<u>\$ 625,000</u>	<u>\$ 346,310</u>	<u>\$ 971,310</u>

(Continued)

**ELBERT COUNTY, COLORADO**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**  
**December 31, 2005**  
(Continued)

**\$345,000 Foxwood Estates**  
**Subdivision Public Improvement**  
**District General Obligation Bonds,**  
**Series 2005 Dated January 27, 2005**  
**with Principal and Variable Interest of**  
**3.25% - 5.50% Due Semi-**  
**Annually on June 1 and December 1**

<b>Principal and Interest Due in the Year Ending December 31,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2006	\$ -	\$ 27,113	\$ 27,113
2007	5,000	22,113	27,113
2008	10,000	16,950	26,950
2009	10,000	16,610	26,610
2010	10,000	16,245	26,245
2011	10,000	15,855	25,855
2012	10,000	15,445	25,445
2013	10,000	15,020	25,020
2014	10,000	14,580	24,580
2015	10,000	14,130	24,130
2016	15,000	13,670	28,670
2017	15,000	12,965	27,965
2018	15,000	12,245	27,245
2019	15,000	11,510	26,510
2020	15,000	10,760	25,760
2021	15,000	10,003	25,003
2022	15,000	9,238	24,238
2023	20,000	8,465	28,465
2024	20,000	7,425	27,425
2025	20,000	6,325	26,325
2026	20,000	5,225	25,225
2027	25,000	4,125	29,125
2028	25,000	2,750	27,750
2029	25,000	1,375	26,375
Totals	<u>\$ 345,000</u>	<u>\$ 290,142</u>	<u>\$ 635,142</u>

<b>\$185,000</b> <b>Lease Purchase Agreement</b> <b>Dated July 1, 2005</b> <b>with Principal and Interest of 6%</b> <b>Due Quarterly on January 1,</b> <b>April 1, July 1 and October 1</b>			<b>\$5,295,000 Elbert County</b> <b>Certificates of Participation</b> <b>Series 2005 Dated December 1, 2005</b> <b>with Principal and Interest of 4%-5%</b> <b>Due Semiannually on June 15 and December 15</b>		
<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
\$ 19,914	\$ 10,086	\$ 30,000	\$ 110,000	\$ 218,205	\$ 328,205
21,136	8,864	30,000	150,000	227,323	377,323
134,429	5,801	140,230	215,000	221,323	436,323
-	-	-	285,000	212,723	497,723
-	-	-	295,000	201,322	496,322
-	-	-	310,000	189,522	499,522
-	-	-	325,000	176,348	501,348
-	-	-	340,000	161,723	501,723
-	-	-	350,000	147,273	497,273
-	-	-	365,000	133,623	498,623
-	-	-	180,000	119,387	299,387
-	-	-	190,000	111,827	301,827
-	-	-	200,000	104,037	304,037
-	-	-	200,000	95,787	295,787
-	-	-	215,000	87,387	302,387
-	-	-	220,000	78,250	298,250
-	-	-	235,000	67,250	302,250
-	-	-	250,000	55,500	305,500
-	-	-	255,000	43,000	298,000
-	-	-	605,000	30,250	635,250
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 175,479</u>	<u>\$ 24,751</u>	<u>\$ 200,230</u>	<u>\$ 5,295,000</u>	<u>\$ 2,682,060</u>	<u>\$ 7,977,060</u>

(Continued)

**ELBERT COUNTY, COLORADO**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**  
**December 31, 2005**  
(Continued)

Principal and Interest Due in the Year Ending December 31,	Total All Obligations		
	Principal	Interest	Total
2006	\$ 462,915	\$ 333,622	\$ 796,537
2007	404,326	323,611	727,937
2008	475,212	300,404	775,616
2009	342,327	282,279	624,606
2010	353,695	268,233	621,928
2011	456,146	253,617	709,763
2012	386,686	232,522	619,208
2013	380,000	214,775	594,775
2014	390,000	198,565	588,565
2015	405,000	183,115	588,115
2016	230,000	167,039	397,039
2017	240,000	157,130	397,130
2018	250,000	146,940	396,940
2019	255,000	136,240	391,240
2020	270,000	125,090	395,090
2021	275,000	113,176	388,176
2022	555,000	99,371	654,371
2023	315,000	68,930	383,930
2024	325,000	53,050	378,050
2025	625,000	36,575	661,575
2026	20,000	5,225	25,225
2027	25,000	4,125	29,125
2028	25,000	2,750	27,750
2029	25,000	1,375	26,375
Totals	<u>\$ 7,491,308</u>	<u>\$ 3,707,758</u>	<u>\$ 11,199,066</u>

The public report burden for this information collection is estimated to average 380 hours annually.

<b>LOCAL HIGHWAY FINANCE REPORT</b>	City or County: Elbert County
	YEAR ENDING : December 2005
This Information From The Records Of: Elbert County	Prepared By: Marilyn Sproch Phone: 719-541-2268

**I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE**

ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes	D. Receipts from Federal Highway Administration
1. Total receipts available				
2. Minus amount used for collection expenses				
3. Minus amount used for nonhighway purposes				
4. Minus amount used for mass transit				
5. Remainder used for highway purposes				

**II. RECEIPTS FOR ROAD AND STREET PURPOSES**

ITEM	AMOUNT
<b>A. Receipts from local sources:</b>	
1. Local highway-user taxes	
a. Motor Fuel (from Item I.A.5.)	
b. Motor Vehicle (from Item I.B.5.)	
c. Total (a.+b.)	
2. General fund appropriations	
3. Other local imposts (from page 2)	3,180,697
4. Miscellaneous local receipts (from page 2)	1,074,087
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	0
7. Total (1 through 6)	4,254,784
<b>B. Private Contributions</b>	
<b>C. Receipts from State government</b> (from page 2)	1,629,711
<b>D. Receipts from Federal Government</b> (from page 2)	0
<b>E. Total receipts (A.7 + B + C + D)</b>	5,884,495

**III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES**

ITEM	AMOUNT
<b>A. Local highway disbursements:</b>	
1. Capital outlay (from page 2)	1,880,076
2. Maintenance:	1,761,865
3. Road and street services:	
a. Traffic control operations	69,273
b. Snow and ice removal	124,673
c. Other	59,571
d. Total (a. through c.)	253,517
4. General administration & miscellaneous	2,188,709
5. Highway law enforcement and safety	
6. Total (1 through 5)	6,084,167
<b>B. Debt service on local obligations:</b>	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
3. Total (1.c + 2.c)	0
<b>C. Payments to State for highways</b>	
<b>D. Payments to toll facilities</b>	
<b>E. Total disbursements (A.6 + B.3 + C + D)</b>	6,084,167

**IV. LOCAL HIGHWAY DEBT STATUS**

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
<b>A. Bonds (Total)</b>				0
1. Bonds (Refunding Portion)				
<b>B. Notes (Total)</b>				0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT		STATE: Colorado	
		YEAR ENDING (mm/yy): December 2005	

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
<b>A.3. Other local imposts:</b>		<b>A.4. Miscellaneous local receipts:</b>	
a. Property Taxes and Assessments	2,122,094	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	0	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	580,000	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Other (specific ownership)	478,603	g. Other Misc. Receipts	
6. Total (1. through 5.)	1,058,603	h. Other	1,074,087
c. Total (a. + b.)	3,180,697	i. Total (a. through h.)	1,074,087
(Carry forward to page 1)		(Carry forward to page 1)	
ITEM	AMOUNT	ITEM	AMOUNT
<b>C. Receipts from State Government</b>		<b>D. Receipts from Federal Government</b>	
1. Highway-user taxes	1,498,504	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle	131,207	d. Federal Transmit Admin	
d. (Specify)		e. US Corp of Engineers	
e. (Specify)		f. Other Federal	
f. Total (a. through e.)	131,207	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	1,629,711	3. Total (1. + 2.g)	
(Carry forward to page 1)		(Carry forward to page 1)	

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
<b>A.1. Capital outlay:</b>			
a. Right-Of-Way Costs	2,600		2,600
b. Engineering Costs	84,606		94,799
c. Construction:			
(1). Capacity Improvements			0
(2). System Preservation	1,496,874		1,782,677
(3). Safety And Other			0
(4). Total Construction (1)+(2)+(3)	1,496,874	0	1,782,677
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.4)	1,584,080	0	1,880,076
		(Carry forward to page 1)	
Notes and Comments:			